

RESOLUTION NO. 1986- 340

AUTHORIZING THE GENERAL MANAGER TO EXERCISE THE PURCHASE OPTION CONTAINED IN THE LEASE AGREEMENT WITH FOUR-PHASE SYSTEMS, INC. TO EFFECT THE PURCHASE OF THE COMPLETE SYSTEM INCLUDING A ONE-YEAR MAINTENANCE AGREEMENT FROM FOUR-PHASE SYSTEMS, INC. AT AN ESTIMATED COST OF \$161,669 (GENERAL FUND).

WHEREAS, the Board of Trustees of the Greater Cleveland Regional Transit Authority, acting by and through Resolutions No. 1980-93, 1981-77 and 1981-333, authorized an agreement with Four-Phase Systems, Inc. for the lease of a computer system for five years beginning in 1981 and ending at various dates between December 31, 1986 and March 31, 1987; and

WHEREAS, Article 14 of the Master Lease Agreement grants an option for GCRTA to acquire the complete Four-Phase system under lease; and

WHEREAS, the acquisition price including a one-year maintenance agreement is \$161,669; and

WHEREAS, the balance due under the lease for the remaining term would be greater than the option price.

NOW, THEREFORE, BE IT RESOLVED by the Board of Trustees of the Greater Cleveland Regional Transit Authority, Cuyahoga County, Ohio:

Section 1. That it is hereby determined that the within in-place system cannot be secured from any source other than Four-Phase Systems, Inc.

Section 2. That the General Manager be, and hereby is, authorized and directed to enter into an agreement with Four-Phase Systems, Inc., for the purchase of the in-place computer system that GCRTA currently leases from Four-Phase Systems at a cost of \$101,669.

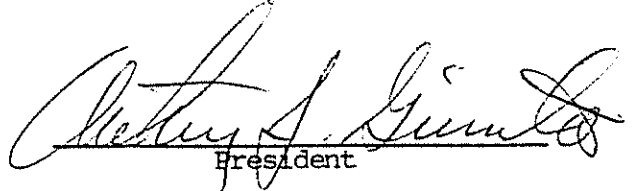
Section 3. That the General Manager is further authorized to enter into a maintenance agreement for the in-place computer system with Four-Phase Systems at an estimated cost of \$60,000. That said maintenance agreement shall provide that payment under the agreement shall be reduced as the Four-Phase equipment is taken out of service.

Section 4. That said contracts shall be payable out of the General Fund.

Section 5. That said contracts shall be binding upon and an obligation of the Authority contingent upon compliance by the contractor to the Bid Specification and Addenda, if any; the Affirmative Action Plan adopted by the Board of Trustees in Resolution No. 1979-252; bonding, insurance requirements and all applicable laws relating to the contractual obligations of the Authority.

Section 6. That this resolution shall take effect immediately upon its adoption by the Board of Trustees.

Adopted: December 2, 1986

  
President

Attest:   
Secretary-Treasurer