RESOLUTION NO. 1998-30

AUTHORIZING AN INCREASE TO CONTRACT NO. 96129-A WITH B.P. OIL COMPANY FOR THE PROVISION OF UNLEADED GASOLINE - \$113,000.00 - (GENERAL FUND, INVENTORY EQUIPMENT DEPARTMENT)

WHEREAS, the Board of Trustees of the Greater Cleveland Regional Transit Authority by Resolution 1997-2 authorized a contract with B.P. Oil Company to provide unleaded gasoline in an amount not to exceed one hundred sixty-five thousand & 00/100 dollars (\$165,000.00) and;

WHEREAS, the General Manager through his change order authority, increased the contract in the amount of one hundred thousand & 00/100 dollars (\$100,000.00) resulting in a total contract price not to exceed two hundred sixty-five thousand & 00/100 dollars (\$265,000.00); and

WHEREAS, to maintain a continuous supply of unleaded gasoline to power its non-revenue vehicles and paratransit fleet until a new contract is awarded, it is necessary to increase the contract amount by one hundred thirteen thousand & 00/100 dollars (\$113,000.00).

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

Section 1. That the price of contract No. 96129A with B.P. Oil Company, including changes approved by the General Manager, is hereby recognized as two hundred sixty-five thousand & 00/100 dollars (\$265,000.00).

Section 2. That a modification increasing the contract price in the amount of one hundred thirteen thousand & 00/100 dollars (\$113,000.00) be authorized for a total revised contract price not to exceed three hundred seventy-eight thousand six hundred eighty-two & 00/100 dollars (\$378,682.00).

Section 3. That the General Manager be and he is hereby re-authorized to exercise his full change order authority under the Authority's Procurement Policy, Section 1-4.2.7.2 as applied to Contract No. 96129A.

Section 4. That all other terms and conditions of the contract shall remain unchanged.

Resolution 1998- 30 Page 2

Section 5. That this resoluti	ion shall become effective immediately	upon its adoption
Adopted:	, 1998	
	President	· · · · · · · · · · · · · · · · · · ·
Attest: General Manag	er/Secretary-Treasurer	

Greater Cleveland Regional Transit Authority STAFF SUMMARY AND COMMENTS

TITLE/DESCRIPTION: AUTHORIZING AN INCREASE TO CONTRACT NO. 96129-A WITH B.P.	Resolution No.: 1998-30
OIL COMPANY FOR THE PROVISION OF UNLEADED GASOLINE - \$113,000.00 - (GENERAL FUND, INVENTORY DEPARTMENT BUDGET).	Date: March 6, 1998
	Initiator: Inventory Dept.
ACTION REQUEST: Approval Review/Comment Information Only Other	

- 1.0 PURPOSE: This action will allow the Authority to amend contract 96129-A with B.P. Oil Company to allow for the continuous provision of unleaded gasoline for use in the Authority's non-revenue and paratransit fleet.
- 2.0 DESCRIPTION/JUSTIFICATION: In 1997 the Authority entered into a contract with B.P. Oil Company based on known usage and market conditions for the provision of unleaded gasoline.

Due to increases to fuel costs, averaging \$.20 per gallon based on market conditions during 1997 and increases to Paratransit service resulting from ADA mandated changes, which almost doubled the projected amount of vehicle miles, the General Manager, pursuant to his delegated authority, issued a change order in an amount of \$100,000.00.

To accommodate the Authority's unleaded fuel supply requirements and allow time to review new contract requirements based on changed conditions, it is necessary to extend the current contract through May 1998.

3.0 PROCUREMENT BACKGROUND: The Authority issued IFB No. 96129-A for the provision of unleaded gasoline. B.P. Oil Company was deemed the lowest responsive and responsible bidder at a price of .0071 over O.P.I.S. (O.P.I.S. is a floating economic indicator of the price of gasoline delivered in Cleveland). The contract extension will be at the same margin over OPIS as the original contract.

The DBE goal of 8% in the original contract will be maintained through additional services provided by the original DBE, Naughton Energy, an African-American firm, to supply fuel and related activities.

- 4.0 POLICY IMPACT: Does not apply.
- 5.0 ECONOMIC IMPACT: This increase will be funded through the General Fund, Inventory Department Budget.

- 6.0 ALTERNATIVES: Reject this amendment. Rejection of this amendment would leave the Authority without a means to acquire unleaded gasoline needed to fuel non-revenue and paratransit vehicles while the new solicitation is in progress.
- 7.0 RECOMMENDATION: It is recommended that the Board adopt the resolution and, thereby, authorize the General Manager to amend Contract 96129-A.
- 8.0 ATTACHMENTS: No attachments.

Recommended and certified as appropriate to the availability of funds, legal form and conformance with the Procurement requirements.

General Manager/Secretary-Treasurer