## Resolution 2002- 4

AUTHORIZING CONTRACT NO. 2001-135 WITH PENN MACHINE COMPANY FOR THE FURNISHING OF 102 DISK BRAKE ROTORS AS SPECIFIED IN AN AMOUNT OF \$99,450.00 (RTA DEVELOPMENT FUND, RAIL DISTRICT DEPARTMENT BUDGET).

WHEREAS, the bid of Penn Machine Company located at 106 Station Street, Johnstown, PA 15905 for the furnishing of 102 disk brake rotors was received on December 4, 2001 for the unit prices set forth in said bid, involving an expenditure of \$99,450.00; and

WHEREAS, said bid was the only responsive bid received in response to the solicitation; and

WHEREAS, Section 306.43(B) of the Ohio Revised Code provides that when fewer than two responsive and responsible bids are received, the Authority may negotiate price with the sole responsive and responsible bidder, and

WHEREAS, after negotiations the unit price bid of \$975.00 for the 102 Disk Brake Rotors; and

WHEREAS, the General Manager deems the offer of Penn Machine Company to be a responsive bid from a responsible bidder of the Authority and recommends acceptance thereof by the Board of Trustees.

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

- Section 1. That the bid of Penn Machine Company for the furnishing of 102 disc brake rotors be and the same is hereby accepted as a responsive bid from a responsible bidder.
- Section 2. That the General Manager of the Authority be and he is hereby authorized to enter into a contract with Penn Machine Company for the furnishing of 102 disc brake rotors as specified.
- Section 3. That said contract price of ninety nine thousand four hundred fifty & 00/100 dollars (\$99,450.00) shall be payable out of the RTA Development Fund, including but not limited to Capital Grant OH-03-0186 (\$79,560.00 in Federal Funds, which represents 80% of the total cost).

Section 4. That said contract shall be binding upon and an obligation of the Authority contingent upon compliance by the contractor to the Specifications and Addenda, if any: the Affirmative Action Plan adopted by the Board of Trustees in resolution 2001-064: bonding and insurance requirements and all applicable laws relating to contractual obligations of the Authority.

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Section 5. That this resolution shall become effective immediately upon its adoption.

Adopted: January 15 , 2002 President

CEO - General Manager/Secretary-Treasurer

Form 100-326 07-03-97



## Greater Cleveland Regional Transit Authority STAFF SUMMARY AND COMMENTS

TITLE/DESCRIPTION: AUTHORIZING CONTRACT NO. 2001-135 WITH PENN MACHINE COMPANY FOR THE FURNISHING OF 102 DISK BRAKE ROTORS	Resolution No.: 2001-4
AS SPECIFIED IN AN AMOUNT OF \$99,450.00 (RTA DEVELOPMENT FUND, RAIL DISTRICT DEPARTMENT BUDGET).	Date: December 7, 2001
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ACTION REQUEST:	

- 1.0 PURPOSE/SCOPE: This action will allow the Authority to enter into a contract for the furnishing of 102 disc brake rotors as specified.
- 2.0 DESCRIPTION/JUSTIFICATION: Disc brake rotors are required to maintain the braking safety systems on GCRTA Breda light rail fleet. After the dynamic braking has slowed the vehicle to approximately 3 mph it becomes ineffective and the air actuated disc brake system takes over and brings the vehicle to a smooth safe and complete stop. The disc brake rotor is subject to extreme heat which is generated by the friction of the brake pads and eventually creates heat cracks to the rotor face. When the cracks reach a level that is near or below the minimum safety standard the rotors must be replaced.

This procurement, completes the process of replacing all the rotors on the Authority's Breda light rail fleet.

3.0 PROCUREMENT BACKGROUND: Four bid packages were mailed to potential vendors for the solicitation. One responsive and responsible bid was received on December 4, 2001. A market survey was made of the other three potential vendors. The result of the inquiry is that one vendor stated that it would require a new mold for the rotors and they would not finance the investment because of the low quantity used in the industry. The second could not meet the Buy America clause as it is a Canadian firm and the third did not respond to our inquiry.

The bid of Penn Machine Company at a unit price of \$975.00 each has been determined by the Procurement Department to be a responsive bid from a responsible bidder.

All Affirmative Action requirements have been met. A zero percent (0%) DBE goal was assigned to the procurement, due to a lack of subcontracting opportunities.

A price/cost analysis has been performed and the Procurement Department has determined the price to be fair and reasonable to the Authority.

- 4.0 POLICY IMPACT: Does not apply.
- 5.0 ECONOMIC IMPACT: This procurement will be funded through the RTA Development Fund, Rail District Department Budget including but not limited to Capital Grant OH-03-0186, Line 12.12.40 (\$79,560.00 in Federal Funds, which represents 80% of the total cost) and is within the budgeted estimate of \$99,450.00.

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- 6.0 ALTERNATIVES: <u>Reject all bids</u>. Rejection of this bid would delay the procurement of the disc brake rotors and risk the safe operations of the vehicles that have not had the rotors replaced in the ability to safely and smoothly bring the vehicle to a stop.
- 7.0 RECOMMENDATION: It is recommended that the bid of Penn Machine Company be accepted and the resolution passed authorizing the General Manager to enter into a contract.
- 8.0 ATTACHMENTS: None.

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

CEO, General Manager/Secretary-Treasurer