

Resolution 2002- 39

AUTHORIZING CONTRACT NO. 2002-004 WITH NORDCO INC.  
FOR THE FURNISHING OF ONE TIE DRILL UNIT, AS  
SPECIFIED, FOR THE AMOUNT OF \$125,000.00 (RTA  
DEVELOPMENTAL FUND – RAIL DISTRICT DEPARTMENT  
BUDGET).

WHEREAS, the Authority has identified the need to replace its current tie drill unit due to the deterioration of the current unit; and

WHEREAS, the bid of Nordco., Inc. located at 182 W. Oklahoma Avenue, Milwaukee, WI 53207 for one tie drill unit, as specified, was received on February 21, 2002; and

WHEREAS, said bid was the only responsive bid from a responsible bidder received in response to the solicitation; and

WHEREAS, Section 306.43(B) of the Ohio Revised Code provides that when only one responsive bid from a responsible bidder is received, the Authority may negotiate price with the sole responsive and responsible bidder, and

WHEREAS, after negotiations, a price of \$125,000.00 was agreed upon; and

WHEREAS, the General Manager deems the offer of Nordco, Inc. to be in the best interest 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 offer of Nordco, Inc. for one (1) tie drill unit, as specified, be and the same is hereby accepted as a responsive bid from a responsible bidder and in the best interest of the Authority.

Section 2. That the General Manager of the Authority be and he is hereby authorized to enter into a contract with Nordco, Inc. for one tie drill unit, as specified.

Section 3. That said contract shall be payable from the RTA Development Fund including but not limited to Capital Grant OH-90-X387 (\$100,000.00 in Federal Funds, which represents 80% of the total cost) in an amount of one hundred twenty five thousand and 00/100 dollars (\$125,000.00).

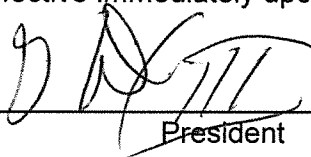
Section 4. That said contract shall be binding upon and an obligation of the Authority contingent upon compliance by the contractor to the Specifications and Addenda, if any: the Affirmative Action Plan adopted by the Board of Trustees in resolution 2001-164: bonding and insurance requirements and all applicable laws relating to contractual obligations of the Authority.

Resolution 2002- 39  
Tie Drill Unit  
Page 2

Section 5. 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 2001-164: bonding and insurance requirements and all applicable laws relating to contractual obligations of the Authority.

Section 6. That this resolution shall become effective immediately upon its adoption.

Adopted: March 19, 2002

  
\_\_\_\_\_  
President

Attest:   
\_\_\_\_\_  
CEO, General Manager/Secretary-Treasurer

Form 100-326  
07-03-97



Greater Cleveland Regional Transit Authority  
**STAFF SUMMARY AND COMMENTS**

<b>TITLE/DESCRIPTION:</b> AUTHORIZING CONTRACT NO. 2002-004 WITH NORDCO INC. FOR THE FURNISHING OF ONE TIE DRILL UNIT, AS SPECIFIED, FOR THE AMOUNT OF \$125,000.00 (RTA DEVELOPMENTAL FUND – RAIL DISTRICT DEPARTMENT BUDGET).	<b>Resolution No.:</b> 2002- 39
	<b>Date:</b> March 5, 2002
	<b>Initiator:</b> Rail District
<b>ACTION REQUEST:</b> <input checked="" type="checkbox"/> Approval <input type="checkbox"/> Review/Comment <input type="checkbox"/> Information Only <input type="checkbox"/> Other _____	

- 1.0 **PURPOSE/SCOPE:** This action will allow the Authority to enter into a contract for the furnishing of one tie drill unit, as specified.
  
- 2.0 **DESCRIPTION/JUSTIFICATION:** The production tie drill unit is used for drilling four holes on both sides of a tie simultaneously on both the tangent and curved track along the Authority's right of way. This equipment is used to install pandrol plates on the ties during re-placement and repair programs.
  
- 3.0 **PROCUREMENT BACKGROUND:** Invitations for bid were sent to 15 prospective bidders. One responsive and responsible bid was received on February 20, 2002. A survey of non-bidders elicited eight that do not manufacturer this type of machine. Six others did not respond to inquiry. The bid of Nordco, Inc. for the purchase of one tie drill unit was determined by the Procurement Department to be a responsive bid from a responsible bidder.  
  
 The Ohio Revised Code Section 306.43(B) provides that in the case of a single bid being received, the Authority may negotiate the price bid with the vendor. Negotiations failed to achieve a price reduction from Nordco, Inc.  
  
 A price analysis has been performed and the Procurement Department has determined the price to be fair and reasonable to the Authority.
  
- 4.0 **DBE / AFFIRMATIVE ACTION BACKGROUND:** All Affirmative Action requirements have been met. A 0% DBE goal was assigned to this procurement due to a lack of subcontracting opportunities.
  
- 5.0 **POLICY IMPACT:** Does not apply.

Staff Summary and Comments

Tie Drill Unit

Page 2

- 6.0 **ECONOMIC IMPACT:** This procurement will be funded through the RTA Development Fund, Rail District Department budget, including but not limited to Capital Grant OH-90-X387, line item 12.7A.00, in the amount of \$125,000.00 (\$100,000.00 in Federal Funds, which represents 80% of the total cost). This procurement is a part of the Track Rehabilitation Overhaul project. This amount is 17% below the budgeted estimate of \$150,000.00 for this project.
  
- 7.0 **ALTERNATIVES:** Reject this bid. Rejection of this bid would delay the procurement of the tie drill unit and delay necessary work for the replacement of pandrol plates on the Authority's rail rights of way.
  
- 8.0 **RECOMMENDATION:** It is recommended that the bid of Nordco, Inc. be accepted and the resolution passed authorizing the General Manager to enter into a contract.
  
- 9.0 **ATTACHMENTS:** None.

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



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CEO, General Manager/Secretary-Treasurer