

RESOLUTION NO. 2002-56

AUTHORIZING SOLE SOURCE CONTRACT NO. 2002-031 WITH WILLIAMS DETROIT DIESEL, INC. FOR THE PURCHASE OF UP TO TWENTY-ONE (21) SERIES 50 DIESEL ENGINES, AS REQUIRED, FOR A PERIOD OF ONE YEAR IN AN AMOUNT NOT TO EXCEED \$290,871.00 (RTA DEVELOPMENT FUND, FLEET MANAGEMENT DEPARTMENT BUDGET)

WHEREAS, Williams Detroit Diesel, Inc., located at 1176 Industrial Parkway North, Brunswick, OH 44212 is the exclusive distributor of Detroit Diesel engines in the Northeast Ohio area; and

WHEREAS, the Authority needs to replace approximately twenty one (21) Detroit Diesel Series 50 diesel bus engines which are no longer suitable for service; and

WHEREAS, Section 306.43H(2) of the Ohio Revised Code provides that competitive bidding is not required when the purchase consists of goods or service, or any combination thereof; and after reasonable inquiry the board or any officer or employee the Board designates finds that only one source of supply is reasonably available; and

WHEREAS, the offer of Williams Detroit Diesel, Inc. to provide replacement diesel engines meeting EPA requirements, as required, for a period of one year was received on February 15, 2002; and

WHEREAS, after negotiations, a unit price of \$13,851.00 per engine, for an estimated total price of \$290,871.00, was agreed upon; and

WHEREAS, the General Manager deems acceptance of the offer of Williams Detroit Diesel Inc. as negotiated, 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 Williams Detroit Diesel Inc., as negotiated, for the supply of up to twenty one Series 50 diesel engines as required for a period of one year, be and the same is hereby accepted as 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 Williams Detroit Diesel Inc. for the provision of up to twenty-one (21) 50 diesel engines, as required, for a period of one year.


Section 3. That said contract shall be payable from the RTA Development Fund including but not limited to capital Grant OH-90-X387 in an amount of \$290,871.00 (\$232,696.80 in Federal Funds, which represent 80% of the total cost).

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Section 4. That said contract shall be binding upon and an obligation of the Authority contingent upon compliance by the contractor to the Specification 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 the contractual obligations of the Authority.

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

Adopted: April 16, 2002



President

Attest: 

CEO, General Manager/Secretary-Treasurer



TITLE/DESCRIPTION: AUTHORIZING SOLE SOURCE CONTRACT NO. 2002-031 WITH WILLIAMS DETROIT DIESEL, INC. FOR THE PURCHASE OF UP TO TWENTY-ONE (21) SERIES 50 DIESEL ENGINES, AS REQUIRED, FOR A PERIOD OF ONE YEAR IN AN AMOUNT NOT TO EXCEED \$290,871.00 – (RTA DEVELOPMENT FUND, FLEET MANAGEMENT DEPARTMENT BUDGET)	Resolution No.: 2002-56
	Date: April 5, 2002
	Initiator: Fleet Management Dept.
ACTION REQUEST: <input checked="" type="checkbox"/> Approval <input type="checkbox"/> Review/Comment <input type="checkbox"/> Information Only <input type="checkbox"/> Other _____	

1.0 PURPOSE: This action will allow the Authority to enter into a contract for rebuilt Detroit Diesel Series 50 engines, as required, for a period of one year. The Fleet Management Department estimates 21 engines will be needed.

2.0 DESCRIPTION/JUSTIFICATION: These engines will replace existing Authority bus engines in the 9500 and 9700 fleets that are no longer suitable for service. The rebuilt engines certified by Detroit Diesel Company, the Original Equipment Manufacturer (OEM), are the only Detroit Diesel Series 50 engines to meet current EPA standards. Williams Detroit Diesel Inc. is the exclusive dealer for Detroit Diesel Engine Company in the Cleveland area.

3.0 PROCUREMENT BACKGROUND: This is a sole source procurement as these replacement engines must be certified to be in compliance with Federal EPA regulations. Certified engines are only available from the OEM through its exclusive distributor in this area, Williams Detroit Diesel.

The original quote was for \$14,266.00 per engine. That amount was reduced to \$13,851.00 as a result of negotiations.

The offer of Williams Detroit Diesel Inc. has been determined by the Procurement Department to be a responsive bid from a responsible bidder. All Affirmative Action requirements have been met.

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

4.0 DBE/AFFIRMATIVE ACTION BACKGROUND: All Affirmative Action requirements have been met. The DBE goal established for this procurement was 0% due to a lack of subcontracting opportunities

5.0 POLICY IMPACT: Does not apply.

6.0 ECONOMIC IMPACT: This procurement will be funded through the RTA Development Fund, Fleet Management Department Budget, including but not limited to Capital Grant OH-90-X387, line item 11.12.40, in the amount of \$290,871.00 (\$232,696.80) in Federal funds, which represents 80% of the cost).

7.0 ALTERNATIVES: Rejection of the offer of Williams Detroit Diesel Inc. would delay the procurement of Detroit Diesel engines and risk not having replacement engines which meet EPA guidelines, possibly forcing the removal of coaches from service.

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- 8.0 RECOMMENDATION: It is recommended that the offer of Williams Detroit Diesel, 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.



CEO, General Manager/Secretary-Treasurer