RESOLUTION NO. 2002-77

AUTHORIZING CONTRACT 2002-019A WITH A & K RAILROAD MATERIALS, INC. FOR THE PURCHASE OF 67.275 TONS OF 115# RE RAIL AND TWENTY NINE SETS OF TURNOUTS, AS SPECIFIED, AT A PRICE OF \$71,841.73 (RTA DEVELOPMENT FUND, RAIL DISTRICT DEPARTMENT BUDGET).

WHEREAS, the Authority has recurring requirements to purchase rail and turnouts for the replacement of worn rail and turnouts; and

WHEREAS, the bid of A & K Railroad Materials, Inc. located at 157 Waterdam Road, Suite 220 McMurray, PA 15317 for 115# rail and turnouts as specified was received on April 25, 2002 for a total price of \$71,841.73; and

WHEREAS, the General Manager deems the bid of A & K Railroad Materials, Inc. to be the lowest responsive bid from a responsible bidder 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 A & K Railroad Materials, Inc. for providing 67.275 tons of 115# rail and twenty nine sets of turnouts as specified received on April 25, 2002 in an amount of seventy one thousand eight hundred forty one & 73/100 dollars (\$71,841.73) be and the same is hereby accepted as the lowest 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 A & K Railroad Material, Inc. for the furnishing of 67.275 tons of 115# rail and twenty nine sets of turnouts as specified.

Section 2. That said contract shall be payable in an amount of seventy one thousand eight hundred forty one & 73/100 dollars (\$71,841.73) from the RTA Development Fund, Rail District Department budget, including but not limited to, Capital Grant OH-90-X387 (\$57,473.38 in Federal Funds, which represents 80% of the total cost).

Section 3. That said contract shall be binding upon and 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 4. That this resolution shall become effective immediately upon its adoption.

Adopted:

May 21

. 2002

Acting Presider

Attest:

CEO, General Manager/Secretary-Treasurer

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Greater Cleveland Regional Transit Authority STAFF SUMMARY AND COMMENTS

TITLE/DESCRIPTION: AUTHORIZING CONTRACT 2002-019A WITH A & K RAILROAD MATERIALS, INC. FOR THE PURCHASE OF 67.275 TONS OF 115# RE RAIL AND TWENTY NINE SETS OF TURNOUTS, AS SPECIFIED, AT A PRICE OF \$71,841.73 (RTA DEVELOPMENT FUND, RAIL DISTRICT DEPARTMENT BUDGET).	Resolution No.: 2002 - 77
	Date: May 16, 2002 Initiator: Rail District Department
Action Request: M Approval D Review/Comment D Information Only D Other	

- 1.0 PURPOSE/SCOPE: This resolution will allow the Authority to enter into a contract with A & K Railroad Materials, Inc. for the furnishing of 67.275 tons of 115# RB rail and twenty nine sets of turnouts as specified.
- 2.0 DESCRIPTION/JUSTIFICATION: The Authority utilizes the new rail and turnouts for the replacement of worn and/or damaged sections and as part of its Track Rehabilitation Overhaul Program.
- 3.0 PROCUREMENT BACKGROUND: Invitations for bid were sent to ten (10) prospective bidders. Three (3) responses were received. One prospective bidders indicated that they could be competitive at this time due freight considerations and to other commitments. One potential bidder has partnered with one of the responsive bidders. Summary of the bids are as follows:

COMPANY	BID PRICE
A & K Railroad Materials, Inc. 157 Waterdam Road, Suite 220 McMurray, PA 15317	\$71,841.73
Atlantic Track & Turnout Co. 270 Broad Street Bloomfield, NJ 07003	\$81,952.22
POHL Corporation 5662 Leesport Avenue Reading, PA 19605	\$73,499.00 (Not Domestic)

A price analysis was performed and the Procurement Department has determined the offer to be fair and reasonable to the Authority.

- 4.0 DBE / AFFIRMATIVE ACTION BACKGROUND: All Affirmative requirements have been met. A 0% DBE goal was established for this procurement due to the 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 including but not limited to Capital Grant OH-90-X387, line item (\$57,473.38 in Federal Funds, which represents 80% of the total cost), Rail District Department budget in an amount of seventy one thousand eight hundred forty one and 73/100 dollars (\$71,841.73). This amount is within the budgeted estimate for this project.

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- 7.0 ALTERNATIVES: <u>Reject this offer</u>. Rejection of this offer will result in an inability to replace deteriorated rail and turnouts in a timely fashion.
- 8.0 RECOMMENDATION: It is recommended that the offer of A & K Railroad Materials, Inc. be accepted and the resolution be passed authorizing the General Manager to enter into a contract.
- 9.0 ATTACHMENTS: No Attachments

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

CEO, General Manager/Secretary-Treasurer