

RESOLUTION 2002- 127

AUTHORIZING CONTRACT NO. 2002-048 WITH TELEWELD INC. FOR THE FURNISHING OF ONE RAIL HEATER AS SPECIFIED IN THE AMOUNT OF \$43,169.00 (RTA DEVELOPMENT FUND - RAIL DISTRICT DEPARTMENT BUDGET).

WHEREAS, the Authority has a requirement for one rail heater for the track rehabilitation project and future maintenance of the track right of way beds; and

WHEREAS, the bid of Teleweld, Inc. located at 416 North Park Street, Streator, IL 61364 for the furnishing of one rail heater unit as specified was received on June 13, 2002 in the amount of \$43,169.00; 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 less than two responsive bids are received from responsible bidders, a regional transit authority may negotiate price with the sole responsible bidder, and

WHEREAS, after negotiations, an amount of \$43,169.00 was accepted as reasonable and in the best interest of the Authority, and

WHEREAS, the General Manager deems the offer of Teleweld, 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 Teleweld, Inc. for the furnishing of one rail heater, as negotiated, be and the same is hereby accepted.

Section 2. That the General Manager of the Authority be and he is hereby authorized to enter into a contract with Teleweld, Inc. for the furnishing of one rail heater as specified.

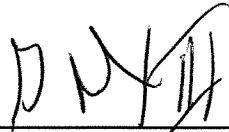
Section 3. That said contract shall be payable from the RTA Development Fund, Rail District Department budget, including but not limited to Capital Grant OH-90-X387 in the amount of \$43,169.00 (\$34,535.20 in Federal Funds, which represents 80% of the total cost).

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 2002-120: bonding and insurance requirements and all applicable laws relating to contractual obligations of the Authority.

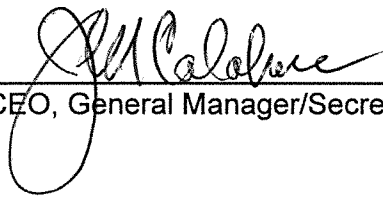
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Section 5. That this resolution shall become effective immediately upon its adoption.

Adopted: July 16, 2002



President

Attest: 

CEO, General Manager/Secretary-Treasurer



Greater Cleveland Regional Transit Authority
STAFF SUMMARY AND COMMENTS

TITLE/DESCRIPTION: AUTHORIZING CONTRACT NO. 2002-048 WITH TELEWELD INC. FOR THE FURNISHING OF ONE RAIL HEATER AS SPECIFIED IN THE AMOUNT OF \$43,169.00 (RTA DEVELOPMENT FUND - RAIL DISTRICT DEPARTMENT BUDGET).	Resolution No.: 2002- 127
	Date: June 11, 2002
	Initiator: Rail District Department
ACTION REQUEST: <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 purchase of one rail heater as specified.
- 2.0 DESCRIPTION/JUSTIFICATION: The rail heater unit is used in the maintenance of the track on the Authority's right-of-way. The rail heater is used to stress (expand) rail when it is installed. Rail will expand and contract with temperature changes and if it is not stressed it will kink when the temperature goes up because of expansion. The rail heater is a method of keeping the rail at a set temperature during installation in the winter, spring and fall when the ambient temperature is lower than 75 degrees. This purchase is part of the Track Rehabilitation Overhaul Project.
- 3.0 PROCUREMENT BACKGROUND: Fourteen bid packages were mailed to potential vendors for the solicitation. Seven potential vendors responded that they do not manufacture this type of machine. One potential vendor has received a patent but has not started manufacturing the equipment. Five others have not responded to our inquiries.

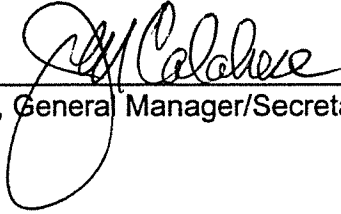
The bid of Teleweld, Inc. has been determined by the Procurement Department to be a responsive bid from a responsible bidder. A price analysis has been performed and the Procurement Department has determined the price to be fair and reasonable to the Authority.
- 4.0 DBE / AFFIRMATIVE ACTION BACKGROUND: 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.
- 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 12.7A.00, in the amount of \$43,169.00 (\$34,535.20 in Federal Funds, which represents 80% of the total cost). The purchase price is 57% below the estimate of \$100,000.00 for this equipment.
- 7.0 ALTERNATIVES: Reject all bids. Rejection of all bids would delay the procurement of the rail heater and delay necessary work on the Authority's rail right of way.

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8.0 RECOMMENDATION: It is recommended that the offer of Teleweld, 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