

RESOLUTION NO. 2003- 151

AUTHORIZING SOLE SOURCE CONTRACT 2003-104 WITH KRONOS CORPORATION TO PROVIDE HARDWARE AND SOFTWARE MAINTENANCE SERVICES FOR THE AUTHORITY'S TIME AND ATTENDANCE SYSTEM FOR A PERIOD OF ONE YEAR AT A PRICE OF \$55,347.35 – (GENERAL FUND INFORMATION SYSTEMS DEPARTMENT BUDGET).

WHEREAS, the Greater Cleveland Regional Transit Authority currently utilizes Kronos Time and Attendance System licensed products in its human resources management applications; and

WHEREAS, the required technical support is only available through Kronos Corporation, 6000 Lombardo Center, Seven Hills, Ohio 44131, the original provider of GCRTA's time and attendance system; and

WHEREAS, the Ohio Revised Code, Section 306.43H(3) provides that competitive bidding is not required when the expenditure is for a renewal or negotiation of a lease or licenses for telecommunication or data processing equipment service or systems, or for upgrade of such equipment services or systems, or for the maintenance thereof as supplied by the original source or its successors or assigns; and

WHEREAS, Kronos Corporation has offered to provide said services for a negotiated price of fifty five thousand three hundred forty-seven & 35/100 (\$55,347.35) for a one year period; and

WHEREAS, the General Manager deems the offer of Kronos Corporation for said services to be advantageous to 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 Kronos Corporation to provide Hardware and Software Maintenance, as negotiated, is hereby accepted, as the most advantageous for the Authority, cost and all other factors considered.

Section 2. That the General Manager of the Authority be and he is hereby authorized to enter into a contract with Kronos Corporation to provide Hardware and Software Maintenance for the time and attendance system for a one year period.

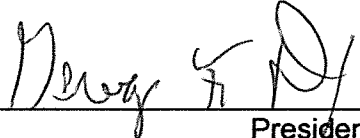
Section 3. That said contract shall be payable out of the General Fund, Information Systems Department Budget, at a price of fifty five thousand three hundred forty-seven & 35/100 (\$55,347.35).

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 2003-107; bonding and insurance requirements; and all applicable laws relating to the contractual obligations of the Authority.

Section 5. That the Greater Cleveland Regional Transit Authority's Board of Trustees expects that Kronos Corporation will attempt to exceed the (0%) minimum DBE goal assigned to this procurement.

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

Adopted: October 21, 2003



President

Attest: 

CEO, General Manager/Secretary-Treasurer



TITLE/DESCRIPTION: AUTHORIZING SOLE SOURCE CONTRACT 2003-104 WITH KRONOS CORPORATION TO PROVIDE HARDWARE AND SOFTWARE MAINTENANCE SERVICES FOR THE AUTHORITY'S TIME AND ATTENDANCE SYSTEM FOR A PERIOD OF ONE YEAR AT A PRICE OF \$55,347.35 -- (GENERAL FUND INFORMATION SYSTEMS DEPARTMENT BUDGET).	Resolution No.: 2003- 151
	Date: October 16, 2003
	Initiator: Information Systems 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 sole source contract for hardware and software maintenance services for the Kronos time and attendance system.
- 2.0 DESCRIPTION/JUSTIFICATION: The Authority requires an annual maintenance agreement for the time and attendance system, which is part of the Human Resources Management System used to record employee time and related compensation matters.
- 3.0 PROCUREMENT BACKGROUND: Contracts for the maintenance of data processing equipment and services by the original supplier are exempted from competitive bidding by O.R.C. 306.43H(3).

Kronos Corporation has offered to maintain the computer and software under the terms of its maintenance agreement as negotiated for a total of \$55,347.35. A cost/price analysis was performed by the Procurement Department and it has been determined that the price offered was fair and reasonable to the Authority.
- 4.0 DBE/AFFIRMATIVE ACTION BACKGROUND: All Affirmative Action 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: The contract will be funded through the General Fund, Information Systems Department budget. The negotiated total price of \$55,347.35, is 5% above the budgeted estimate of \$52,225.00. The negotiated total price of \$55,347.35 is 7% above last year's total price of \$51,810.32. The price variance is the result of an upgrade in the Kronos operating system and the addition of the Kronos Connect feature.
- 7.0 ALTERNATIVES: Reject this offer. Rejection of this offer would prevent continued maintenance of the Kronos hardware and software and risk breakdowns in the time and attendance system.

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- 8.0 RECOMMENDATION: It is recommended that the offer of Kronos Corporation be accepted and the resolution passed authorizing the General Manager to enter into a contract for the provision of the annual maintenance services.
- 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