RESOLUTION NO. 2003-166

AUTHORIZING CONTRACT NO. 2003-102 WITH AL GUADINO FOR THE SALE OF ONE USED AND OBSOLETE CASE 2 X 4 WHEEL DRIVE BACKHOE IN "AS IS" CONDITION FOR A TOTAL SALE PRICE OF \$6,500.00.

WHEREAS, one used Case backhoe has been determined to be obsolete in accordance with the Authority's replacement policy; and is to be disposed of in accordance with the Authority's property disposal procedure; and

WHEREAS, the Ohio Revised Code, Section 306.43(k) provides that a regional transit authority shall make a sale or other disposition of property through full and open competition; and

WHEREAS, the bid of Al Guardino, located at 115 Cycle Drive, Freedom, Pa 15042 for the purchase of one used Case 2 x 4 wheel drive backhoe for a total purchase price of six thousand five hundred & 00/100 dollars (\$6,500.00) was received on November 4, 2003; and

WHEREAS, the General Manager deems the bid of Al Guadino to be the highest responsive bid from a responsible bidder for the item identified 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 bid of Al Guadino located at 115 Cycle Drive, Freedom, PA 15042, for the purchase of one used Case 2 X 4 wheel drive backhoe for a total purchase price of six thousand five hundred and 00/100 dollars (\$6,500.00) be and the same is hereby accepted as the highest 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 Al Guadino for the sale of one used Case 2 X 4 wheel drive backhoe on such terms that are in the best interest of the Authority.

Section 3. That the proceeds of said sale in the amount of six thousand five hundred and 00/100 dollars (\$6,500.00) be deposited into the General Fund.

Section 4. That this resolution shall become effective immediately upon its adoption.

Adopted: November 24 , 2003 President

 Form 100-326 07-03-97



Greater Cleveland Regional Transit Authority STAFF SUMMARY AND COMMENTS

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TITLE/DESCRIPTION: AUTHORIZING CONTRACT NO. 2003-102 WITH AL GUADINO FOR THE SALE OF ONE USED AND OBSOLETE CASE 2 X 4 WHEEL	Resolution No.: 2003- 166
DRIVE BACKHOE IN "AS IS" CONDITION FOR A TOTAL SALE PRICE OF \$6,500.00.	Date: November 19, 2003
	Initiator: Rail District Department
ACTION REQUEST:	
X Approval Review/Comment Information Only Other	

- 1.0 PURPOSE: This action will allow the Authority to enter into a contract for the sale of one used and obsolete Case 2 X 4 wheel drive backhoe.
- 2.0 DESCRIPTION/JUSTIFICATION: This equipment has exceeded the useful life criteria established by the Authority's Disposition of Property Policy and FTA regulations. This equipment has deteriorated to such a degree that the cost to return it to a safe and reliable condition would far exceed its value. It was recommended that this equipment not be repaired, but sold on an "as is" basis. Ohio Revised Code, Section 306.43(k) authorizes the sale and disposition of property through full and open competition.
- 3.0 PROCUREMENT BACKGROUND: The Procurement Policy for the sale and or disposal of property references the Ohio Revised Code, Section 306.43(k) which authorizes the sale and disposition of property through full and open competition. Bid packages for the sale of one used Case 2 x 4 wheel drive backhoe and two Plasser track tampers were sent to 17 companies and/or individuals. Two bids were received on November 4, 2003 as follows:
 - A.) Al Guadino 115 Cycle Drive Freedom, PA 15042

\$6,500.00

B.) Jane E. Havran 14636 South Island Rd. Columbia Station, OH 44028

\$6,255.00

The bid price of Al Guadino for this piece of equipment is considered fair and reasonable.

There were no bids on the Plasser track tampers and there is a very limited market for this equipment. Staff is pursuing the possibility of selling them for scrap value.

- 4.0 DBE/AFFIRMATIVE ACTION BACKGROUND: The Office of Business Development does not conduct Affirmative Action reviews or establish goals on RTA procurements involving auction services or the sale of scrap or obsolete items.
- 5.0 POLICY IMPACT: This sale is consistent with the Greater Cleveland Regional Transit Authority's Vehicle Replacement Policy and the Procurement Policy regarding the sale or disposal of property.
- 6.0 ECONOMIC IMPACT: The revenue from this sale will be deposited into the General Fund.
- 7.0 ALTERNATIVES: <u>Reject all bids</u>. Rejection of all bids will delay the sale of this used and obsolete equipment and cause the Authority to incur additional costs for storage.

- 8.0 RECOMMENDATION: It is recommended that the bid of Al Guadino 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.

CEØ, General Manager/Secretary-Treasurer