RESOLUTION 2003-177

AUTHORIZING CONTRACT NO. 2003-098 WITH W.W. WILLIAMS MIDWEST INC., FOR THE FURNISHING OF ENGINE KITS, AS SPECIFIED AND AS REQUIRED, FOR A PERIOD OF TWO (2) YEARS IN AN AMOUNT NOT TO EXCEED \$282,600.00 (GENERAL FUND, FLEET MANAGEMENT DEPARTMENT BUDGET).

WHEREAS, the Greater Cleveland Regional Transit Authority requires the furnishing of engine kits for the overhaul of the Authority engines; and

WHEREAS, the bid of W.W. Williams Midwest, Inc., located at 1176 Industrial Parkway, Brunswick, Ohio 44212 for the furnishing of engine kits, as specified and as required, for a period of two (2) years was received on October 22, 2003, at unit prices resulting in an amount not to exceed two hundred eighty two thousand six hundred & 00/100 dollars (\$282,600.00); and

WHEREAS, said bid was the only responsive bid received in response to the solicitation; and

WHEREAS, Section 306.43 (C) (2) of the Ohio Revised Code provides that when only one responsive bid from a responsible bidder is received, the Authority may negotiate price with that bidder; and

WHEREAS, after negotiations an amount of \$282,600.00 was accepted based on the contract requirements and unit prices bid for the furnishing of engine kits for a two (2) year period; and

WHEREAS, the General Manager deems the offer of W.W. Williams Midwest, Inc., 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 W.W. Williams Midwest, Inc., as negotiated be and the same is hereby accepted as a 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 W.W. Williams Midwest, Inc., for the furnishing of engine kits, as specified and as required, for a period of two (2) years.
- Section 3. That said contract shall be payable from the General Fund, Fleet Management Department budget, in an amount not to exceed two hundred eighty two thousand six hundred & 00/100 dollars (\$282,600.00).
- 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, thereto, 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 contractual obligations of the Authority.

Resolution No. 2003- 177 Page 2

Section 5. That the Greater Cleveland Regional Transit Authority's Board of Trustees expects that W.W. Williams Midwest, Inc., 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: December 16 , 2003

CFO General Manager/Secretary-Treasurer

Form 100-326 07-03-97



Greater Cleveland Regional Transit Authority STAFF SUMMARY AND COMMENTS

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TITLE/DESCRIPTION: AUTHORIZING CONTRACT NO. 2003-098 WITH W.W. WILLIAMS MIDWEST, INC FOR THE FURNISHING OF ENGINE	Resolution No.: 2003- 177
KITS, AS SPECIFIED AND AS REQUIRED, FOR A PERIOD OF TWO (2)	Date:
YEARS IN AN AMOUNT NOT TO EXCEED \$282,600.00 (GENERAL	December 11, 2003
FUND, FLEET MANAGEMENT DEPARTMENT BUDGET).	Initiator: Fleet
	Management
	Department
ACTION REQUEST:	
☑ Approval □ Review/Comment □ Information Only □ Other	

- 1.0 PURPOSE/SCOPE: This action will allow the Authority to enter into a contract for the furnishing of engine kits, as specified on a requirement basis for a period of two (2) years.
- 2.0 DESCRIPTION/JUSTIFICATION: This contract is needed by the Authority to overhaul the Series 50 Diesel Engines. In-chassis overhaul kits for 9500 & 9700 RTS fleets. The Series 50 Diesel engine, which powers the 9500/9700 coaches is approaching the end of its useful life. The Central Bus Equipment Department is pro-actively performing inchassis rebuilds to the units. These activities will insure safe and reliable vehicles that meet current EPA standards and fleet requirements.
- 3.0 PROCUREMENT BACKGROUND: Solicitation packages were sent to a total of four (4) prospective bidders. Bids were opened on October 22, 2003. Two (2) bids were received for this procurement, one bidder did not submit the required bid bond. W.W. Williams Midwest, Inc., was the only responsive bid for this solicitation.

The engine kit is a new product that is being produced solely for the Authority. The purpose of a single part number for the rebuild kit is to provide Central Bus Equipment Department with a complete rebuild kit. A comprehensive engine parts rebuild list has been developed; these parts are all contained within a single part number, this process will insure continuity between all engine rebuilds. A market survey revealed that other distributors of this product were unable to bid competitively for the complete engine kit. Price comparisons were made based on individual components of the engine kit. Ohio Revised Code Section 306.43(B) provides that in the case of a single bid being received, the Authority may negotiate the price bid with the vendor. Negotiations were undertaken but no price reduction was achieved.

A price analysis has been performed and the Procurement Department has determined the price to be fair and reasonable to the Authority. The bid of W.W. Williams Midwest, Inc. has been determined by the Procurement Department to be a responsive bid from a responsible bidder.

- 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: This procurement will be funded through the General Fund, Fleet Management Department budget, in an amount not to exceed two hundred eighty two thousand six hundred & 00/100 dollars (\$282,600.00). The bid price is below the \$336,000.00 estimated cost for this procurement.
- 7.0 ALTERNATIVES: <u>Reject all bids</u>. Rejection of this offer would not allow for the overhaul of RTS engines that would cause disruptions of service due to inoperable coaches.
- 8.0 RECOMMENDATION: It is recommended that the bid of W.W. Williams Midwest, 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.

CFO, General Manager/Secretary-Treasurer