

RESOLUTION 2004-95

AUTHORIZING CONTRACT NO. 2003-122 WITH CUMMINS BRIDGEWAY, LLC. FOR THE PURCHASE OF CUMMINS RECONDITIONED ISB AND ISC DIESEL ENGINES, AS SPECIFIED, IN AN AMOUNT NOT TO EXCEED \$72,092.13 (RTA DEVELOPMENT FUND, FLEET MANAGEMENT DEPARTMENT BUDGET, 100% LOCAL FUNDS).

WHEREAS, the Greater Cleveland Regional Transit Authority requires the purchase of Cummins Engines as the main power source for coaches; and

WHEREAS, the bid of Cummins Bridgeway, LLC., located at 7585 Northfield Rd., Cleveland, Ohio 44146 for the purchase of Cummins Reconditioned ISB and ISC Diesel Engines, as specified, was received on February 4, 2004, at unit prices resulting in an amount not to exceed seventy-two thousand ninety-two & 13/100 dollars (\$72,092.13);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 seventy-two thousand ninety-two & 13/100 dollars (\$72,092.13) was accepted based on the contract requirements and unit prices bid for the purchase of Cummins Reconditioned ISB and ISC Diesel Engines, as specified; and

WHEREAS, the General Manager/Secretary-Treasurer deems the offer of Cummins Bridgeway, LLC. 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 Cummins Bridgeway, LLC, as negotiated be and the same is hereby accepted as a responsive bid from a responsible bidder.

Section 2. That the General Manager/Secretary-Treasurer of the Authority be and he is hereby authorized to enter into a contract with Cummins Bridgeway, LLC, for the Purchase of Cummins Reconditioned ISB and ISC Diesel Engines, as specified.

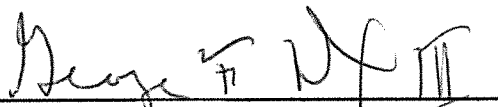
Section 3. That said contract shall be payable from the RTA Development Fund, Fleet Management Department Budget , 100% Local Funds, in an amount not to exceed seventy two thousand ninety two & 13/100 dollars (\$72,092.13).

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.

Section 5. That the Greater Cleveland Regional Transit Authority's Board of Trustees expects that Cummins Bridgeway, LLC, 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: July 20, 2004



President

Attest: 

CEO, General Manager/Secretary-Treasurer



Greater Cleveland Regional Transit Authority
STAFF SUMMARY AND COMMENTS

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| TITLE/DESCRIPTION: AUTHORIZING CONTRACT NO. 2003-122 WITH CUMMINS BRIDGEWAY, LLC., FOR THE PURCHASE OF CUMMINS RECONDITIONED ISB AND ISC DIESEL ENGINES, AS SPECIFIED, IN AN AMOUNT NOT TO EXCEED \$72,092.13, (RTA DEVELOPMENT FUND, FLEET MANAGEMENT DEPARTMENT BUDGET, 100% LOCAL FUNDS). | Resolution No.: 2004- 95 |
| | Date: July 15, 2004 |
| | Initiator: Fleet Management Department |
| ACTION REQUEST: x 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 Cummins Reconditioned ISB and ISC Diesel Engines, as specified.
- 2.0 DESCRIPTION/JUSTIFICATION: This contract is needed by the Authority for the 8.3 litre ISC Cummins engines that are utilized in the NOVA low floor coaches and ISB 5.9 litre Cummins engines that are utilized in the Orion II coaches. The coaches are approaching mid-life; due to accumulated mileage and performance, engine replacement will be necessary. The requested engines meet current EPA standards.
- 3.0 PROCUREMENT BACKGROUND: Solicitation packages were sent to a total of three (3) prospective bidders. One responsive and responsible bid was received on February 4, 2004. Two vendors stated that they are distributor of Detroit Diesel Engines only and they were unable to obtain pricing for the engines from Cummins Bridgeway LLC., their competitor.

The bid of Cummins Bridgeway, LLC as negotiated for the purchase of (3) ISC 8.3 litre engine for the Nova low floor coaches and (3) ISB 5.9 litre engines for the Orion II coaches has been determined by the Procurement Department to be a responsive bid from a responsible bidder.

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 failed to achieve a price reduction from Cummins Bridgeway, LLC. A price analysis has been performed and the Procurement Department has determined the price to be fair and reasonable to the Authority based on historic pricing.
- 4.0 AFFIRMATIVE ACTION/DBE 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:** That said contract shall be payable from the RTA Development Fund, Fleet Management Department Budget , 100% Local Funds, in an amount not to exceed seventy two thousand ninety-two & 13/100 dollars (\$72,092.13). The bid price is below the \$73,000.00 estimated cost for this procurement.
- 7.0 **ALTERNATIVES:** Reject all bids. Rejection of this offer would not allow for the replacement of engines necessary for the ultimate performance of the Authority's coaches.
- 8.0 **RECOMMENDATION:** It is recommended that the bid of Cummins Bridgeway, LLC be accepted and the resolution passed authorizing the General Manager/Secretary-Treasurer 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