

RESOLUTION NO. 2004- 143

AUTHORIZING CONTRACT NO. 2004-066 WITH SIEMENS TRANSPORTATION SYSTEMS, INC. FOR THE FURNISHING OF 480 CHEVRON SPRINGS IN THE AMOUNT OF \$69,600.00 (GENERAL FUND - FLEET MANAGEMENT DEPARTMENT BUDGET).

WHEREAS, the Greater Cleveland Regional Transit Authority routinely requires chevron springs to be replaced and installed on the Authority's rail revenue vehicles; and

WHEREAS, the bid of Siemens Transportation Systems, Inc., located at 7464 French Road, Sacramento, CA 95828 for the furnishing of 480 Chevron Springs, was received on August 24, 2004 for a price set forth in said bid of one hundred eight thousand & 00/100 (\$108,000.00) dollars; and

WHEREAS, the bid of Siemens Transportation Systems, Inc. was the sole responsive bid received in response to this solicitation; and

WHEREAS, in accordance with Ohio Revised Code Section 306.43 (D), when fewer than two responsive bids are received, a regional transit authority may negotiate a price with the sole responsive bidder or may rescind the solicitation and re-procure the item; and

WHEREAS, after negotiations, Siemens Transportation Systems, Inc. has agreed upon a price of sixty-nine thousand six hundred & 00/100 dollars (\$69,600.00) for the furnishing of 480 chevron spring; and

WHEREAS, the General Manager/Secretary-Treasurer deems the offer of Siemens Transportation Systems, Inc., at the price negotiated, to be a responsive offer from a responsible bidder 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 Siemens Transportation Systems, Inc., as negotiated, be and the same is hereby accepted as a responsive bid from a responsible bidder for the furnishing of 480 chevron springs.

Section 2. That the General Manager/Secretary-Treasurer of the Authority be and he is hereby authorized to enter into a contract with Siemens Transportation Systems, Inc. for the furnishing of 480 chevron springs.

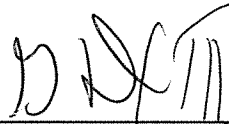
Section 3. That said contract be payable from the RTA General Fund, Fleet Management Department budget in the amount of sixty-nine thousand six hundred & 00/100 dollars (\$69,600.00).

Section 4. That said contract shall be binding upon and an obligation of the Authority contingent upon compliance by the contractor to the Specification and Addenda, if any; the Affirmative Action Plan adopted by the Board of Trustees in Resolution 2004-112; 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 Siemens Transportation Systems, 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: November 16, 2004



President

Attest: 

CEO, General Manager/Secretary-Treasurer



TITLE/DESCRIPTION: AUTHORIZING CONTRACT NO. 2004-066 WITH SIEMENS TRANSPORTATION SYSTEMS, INC. FOR THE FURNISHING OF 480 CHEVRON SPRINGS IN THE AMOUNT OF \$69,600.00 (GENERAL FUND - FLEET MANAGEMENT DEPARTMENT BUDGET).	Resolution No.: 2004- 143
	Date: November 11, 2004
	Initiator: Fleet Management 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 with Siemens Transportation Systems, Inc. to provide 480 chevron springs.

- 2.0 **DESCRIPTION/JUSTIFICATION:** The chevron springs are required for the replacement of Axle Springs for the Authority's fleet of the heavy rail vehicle (HRV) Tokyu Cars. As a consumable item, these chevron springs are regularly replaced during maintenance of high mileage vehicles and mechanical damage. The spring maintains a proper vehicle height in accordance with ADA requirements.

- 3.0 **PROCUREMENT BACKGROUND:** Solicitation packages were sent to seven companies. One response was received on August 24, 2004. One company stated that they could not currently meet the specifications for the springs outlined in the invitation. One company did not respond to our inquiry and the others would not meet the warranty provisions of the invitation. Siemens Transportation Systems met all the specifications and warranty requirements as outlined in the invitation. Pursuant to Sec. 306.43 (D), the Authority may negotiate price only when less than two responsive bids are received. Negotiations with Siemens Transportation Systems, Inc. achieved a unit price of \$145.00 for a total amount of \$69,600.00 which is a price reduction of \$38,400.00 for this procurement.

 A cost/price analysis was performed and the Procurement Department has determined the negotiated price to be fair and reasonable to the Authority.

- 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

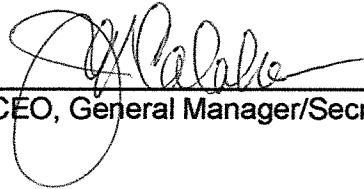
- 6.0 **ECONOMIC IMPACT:** This procurement will be funded through the RTA General Fund, Fleet Management Department budget, in the amount of sixty-nine thousand six hundred & 00/100 dollars (\$69,600.00). The negotiated price is 36% below the estimate that was established based on previous purchase history.

- 7.0 **ALTERNATIVES:** Reject this offer. Rejection of this offer would delay the procurement and risk not having chevron springs available to meet the needs of the authority in a timely manner.

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- 8.0 RECOMMENDATION: It is recommended that the bid, as negotiated, of Siemens Transportation Systems, Inc. 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