

RESOLUTION NO. 2005- 45

AUTHORIZING CONTRACT NO. 2005-006 WITH W.W. WILLIAMS FOR THE FURNISHING OF DETROIT DIESEL ENGINE PARTS AS SPECIFIED AND AS REQUIRED, FOR A PERIOD OF TWO (2) YEARS IN AN AMOUNT NOT TO EXCEED \$468,320.00 (GENERAL FUND, FLEET MANAGEMENT DEPARTMENT BUDGET).

WHEREAS, the Authority requires replacement engine parts for the performance of revenue vehicles; and

WHEREAS, the single bid of W.W. Williams for the furnishing of Detroit Diesel Engine Parts as required and as specified for a period of two (2) years; was received on March 9, 2005; and

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

WHEREAS, Section 306.43B of the Ohio Revised Code provides that when less than two responsive bids are received from responsible bidders, a regional transit authority may negotiate a price with the sole responsible bidder; and

WHEREAS, after negotiations, an amount of four hundred sixty eight thousand three hundred twenty and 00/100 dollars (\$468,320.00) was accepted based on the contract requirements and unit prices bid for the furnishing of Detroit Diesel Engine Parts for a two (2) year period; and

WHEREAS, the General Manager/Secretary-Treasurer deems the offer of W.W. Williams 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, 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 W.W. Williams for the furnishing of Detroit Diesel Engine Parts, 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 four hundred sixty eight thousand three hundred twenty and 00/100 dollars (\$468,320.00).

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 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 W.W. Williams will attempt to exceed the 0% DBE goal assigned to this procurement.

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

Adopted: April 19, 2005



President

Attest:



CEO, General Manager/Secretary-Treasurer



<b>Title/Description:</b> AUTHORIZING CONTRACT NO. 2005-006 WITH W.W. WILLIAMS FOR THE FURNISHING OF DETROIT DIESEL ENGINE PARTS AS SPECIFIED AND AS REQUIRED FOR A PERIOD OF TWO (2) YEARS IN AN AMOUNT NOT TO EXCEED \$468,320.00 (GENERAL FUND, FLEET MANAGEMENT DEPARTMENT BUDGET).	<b>Resolution No.:</b> 2005-45
	<b>Date:</b> April 14, 2005
	<b>Initiator:</b> Fleet Management Department
<b>ACTION REQUEST:</b> <input checked="" type="checkbox"/> Approval <input type="checkbox"/> Review/Comment <input type="checkbox"/> Information Only <input type="checkbox"/> Other _____	

- 1.0 **PURPOSE:** This action will allow the Authority to enter into a contract for the furnishing of Detroit Diesel Engine Parts, 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 replace existing Detroit Diesel 50 Series Engine Parts in the 9400-9700 and NABI 2200-2500 LFS fleets that are inoperable and damaged, due to accumulated mileage and performance. Detroit Diesel is the Original Equipment Manufacturer (OEM) and W.W. Williams is the exclusive dealer for Detroit Diesel engine parts in the Cleveland area.
- 3.0 **PROCUREMENT BACKGROUND:** Prospective bidder letters were sent to five (5) bidders. One responsive and responsible bid was received on March 9, 2005. A survey of prospective bidders was conducted by the Procurement Department, which indicated other vendors were unable to bid competitively for the OEM engine parts. Price comparisons were made based on individual part prices for the same items sold to other transit agencies.  
  
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 W.W. Williams. 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:** This procurement shall be payable from the General Fund, Fleet Management Department budget in an amount not to exceed four hundred sixty eight thousand three hundred twenty & 00/100 dollars (\$468,320.00). The bid is below the \$593,000.00 estimated cost for this procurement.
- 7.0 **ALTERNATIVES:** Reject this offer. Rejection of this offer would not allow for the replacement of Detroit Diesel engines parts that would cause disruptions of service due to inoperable coaches.
- 8.0 **RECOMMENDATION:** It is recommended that the offer of W.W. Williams 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.



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CEO, General Manager/Secretary-Treasurer