## RESOLUTION NO. 2005-57

AUTHORIZING CONTRACT NO. 2005-046 WITH AMERICAN AGIP CO. INC., FOR THE FURNISHING OF ENGINE OIL, AS SPECIFIED AND AS REQUIRED, FOR A PERIOD OF ONE (1) YEAR IN A TOTAL AMOUNT NOT TO EXCEED \$250,084.00 (GENERAL FUND - FLEET MANAGEMENT DEPARTMENT BUDGET).

WHEREAS, the Greater Cleveland Regional Transit Authority requires the furnishing of engine oil for the routine maintenance of the Authority's revenue and non-revenue vehicles; and

WHEREAS, the bid of American Agip Co. Inc., 740 South Progressive Drive, Medina, Ohio 44256 for the furnishing of engine oil, as specified and as required, for a period of one (1) year was received on April 11, 2005, at unit prices resulting in a total amount not to exceed two hundred fifty thousand eighty-four & 00/100 dollars (\$250,084.00); and

WHEREAS, the General Manager/Secretary-Treasurer deems the bid of American Agip Co. Inc., to be the lowest responsive bid 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 American Agip Co. Inc., for the fumishing of engine oil be and the same is hereby accepted as the lowest 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 American Agip Co. Inc., for the furnishing of engine oil, as specified and as required, for a period of one (1) year.
- Section 3. That said contract shall be payable from the General Fund, Fleet Management Department budget, in a total amount not to exceed two hundred fifty thousand eighty-four & 00/100 dollars (\$250,084.00).
- 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 2005-051; 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 American Agip Co. 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:, 2005	President
Attest: CEO, General Manager/Secretary-Treasurer	

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TITLE/DESCRIPTION: AUTHORIZING CONTRACT NO. 2005-046 WITH AMERICAN AGIP CO. INC., FOR THE FURNISHING OF ENGINE OIL, AS SPECIFIED AND AS REQUIRED, FOR A PERIOD OF ONE (1) YEAR IN A TOTAL AMOUNT NOT TO EXCEED \$250,084,00 (CENERAL FUND)	Resolution No.: 2005-57	
TOTAL AMOUNT NOT TO EXCEED \$250,084.00 (GENERAL FUND - FLEET MANAGEMENT DEPARTMENT BUDGET).	Date: May 12, 2005	
· · · · · · · · · · · · · · · · · · ·	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 oil, as specified and as required, for a period of one (1) year.
- 2.0 DESCRIPTION/JUSTIFICATION: This contract for engine oil is used in the routine maintenance of all revenue and non-revenue vehicles operated by the Authority.
- 3.0 PROCUREMENT BACKGROUND: Invitations for Bids were downloaded from the GCRTA's web site by twelve (12) prospective bidders. Bids were opened on April 11, 2005. Three (3) responsive bids were received. See Attachment A "Bid Summary".

The bid of American Agip Co. Inc. has been determined by the Procurement Department to be a responsive bid from a responsible bidder. A price analysis has been performed and the Procurement Department has determined the 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 General Fund, Fleet Management Department budget, in a total amount not to exceed two hundred fifty thousand eighty-four & 00/100 dollars (\$250,084.00).
- 7.0 ALTERNATIVES: <u>Reject all bids</u>. Rejection of this bid would delay the replacement of engine oil to service the Authority's revenue and non-revenue vehicles causing potential disruptions in service.
- 8.0 RECOMMENDATION: It is recommended that the bid of American Agip Co. Inc., be accepted and the resolution passed authorizing the General Manager/Secretary-Treasurer to enter into a contract.
- 9.0 ATTACHMENTS: Attachment A Bid Summary.

Recommended and certified as appropriate to the availability of funds, legal form and conformance with the Procurement requirements.

CEO, General Manager/Secretary-Treasurer

ATTACHMENT A

## **BID SUMMARY**

Engine Oil	RTA Part #	Shipping	Anticipated Annual Usage	AGIP	Burch Oil	Northeast
			QUARTS			
SAE 40W STD 40 WEIGHT	61-161	Bulk	28,800	0.8575	1.13	1.16
SAE 40W STD 40 WEIGHT	61-161A	55 Drum	800	0.9075	1.24	1.2475
SAE 15W-40 CNG OIL	61-162	55 Drum	4,400	1.1075	1.3475	1.6025
SAE 15W-40 CNG OIL	61-162A	Bulk	40,000	1.0075	1.23	1.515
SAE 15W-40 DIESEL OIL	61-185	Bulk	160,000	1.0325	1.13	1.21
SAE 15W-40 DIESEL OIL	61-185A	55 Drum	13,200	1.0825	1.265	1.2975
Total Bid Price				\$250,084.00	\$286,163.00	\$312,784.00

Oil increased Approximately 18% from 2004 to 2005