

RESOLUTION NO. 2005- 75

AUTHORIZING CONTRACT NO. 2005-054 WITH DELTA RAILROAD CONSTRUCTION, INC. FOR THE SALE OF SIX PIECES OF USED RAIL EQUIPMENT IN "AS IS" CONDITION FOR A TOTAL SALE PRICE OF \$12,600.00.

WHEREAS, six (6) used pieces of rail equipment have been determined to be obsolete and have been declared excess and are to be disposed of in accordance with the Authority's property disposal procedure; and

WHEREAS, the Ohio Revised Code, Section 306.43(k) provides that a regional transit authority shall make a sale or other disposition of property through full and open competition; and

WHEREAS, a single bid from Delta Railroad Construction, Inc. located at 2648 West Prospect Road, Ashtabula, Ohio 44004 for the purchase of said equipment for a total sale price of \$12,600.00 was received on May 24, 2005; and

WHEREAS, the General Manager/Secretary-Treasurer deems the bid of Delta Railroad Construction, Inc. to be a responsive bid from a responsible bidder for the items identified in Attachment A, hereto and recommend 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 Delta Railroad Construction, Inc. be and the same is hereby accepted as a responsive bid from a responsible bidder for the purchase of six (6) used pieces of rail equipment per Attachment A, hereto.

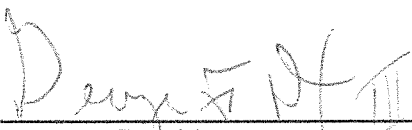
Section 2. That the General Manager/Secretary-Treasurer of the Authority be and he is hereby authorized to enter into a contract with Delta Railroad Construction, Inc. for the sale of six (6) used pieces of rail equipment as listed on Attachment A, hereto on such terms as are in the best interest of the Authority.

Section 3. That proceeds of said sale in the amount of twelve thousand six hundred & 00/100 dollars (\$12,600.00) will be deposited into the General Fund.

Section 4. That this resolution shall become effective immediately upon its adoption.

Attachment A: Used Rail Equipment

Adopted: June 21, 2005



President

Attest: 

CEO, General Manager/Secretary-Treasurer

**ATTACHMENT A
USED RAIL EQUIPMENT
BID SUMMARY**

GCRTA ID #	DESCRIPTION	MODEL	S/N	YEAR	BID PRICE
20	PLASSER TAMPER	3208	90N62783	1983	\$300.00
21	PLASSER TAMPER	2391	90N61611	1974	\$100.00
A Tamper lifts, straightens, levels the surface and lines up the track on the ties. Has been cannibalized for parts.					
36	GEISMAR TIE INSERTER	MRT1	6902-082	1978	\$50.00
Inserts ties under previous laid rail for ties that have been removed for deterioration or damage.					
30	KERSHAW SCARAFIER	441	44-157-89	1989	\$6,000.00
Equipment removes rock from tie bed for removal and inserting new ties.					
34	PORTEC RAILSPIKER	A	SZ731	1981	\$150.00
Equipment that secures plates to rail ties.					
1510	PETTIBONE	441-B	2234	1977	\$6,000.00
Utility Crane used for various jobs.					



Greater Cleveland Regional Transit Authority
STAFF SUMMARY AND COMMENTS

E-3

Title/Description: AUTHORIZING CONTRACT NO. 2005-054 WITH DELTA RAILROAD CONSTRUCTION, INC. FOR THE SALE OF SIX PIECES OF USED RAIL EQUIPMENT IN "AS IS" CONDITION FOR A TOTAL SALE PRICE OF \$12,600.00.	Resolution No.: 2005- 75
	Date: June 16, 2005
	Initiator: Rail District 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:** This action will allow the Authority to enter into a contract for the sale of six (6) used and obsolete pieces of rail equipment.

- 2.0 **DESCRIPTION/JUSTIFICATION:** These pieces of rail equipment, as identified in Attachment A of the resolution, have exceeded the useful life criteria established by the Authority's Replacement Policy and FTA regulations. This equipment has deteriorated to such a degree that the cost to return them to a safe and reliable condition would far exceed their value. It was recommended that this equipment not be repaired, but sold on an "as is" basis. Ohio Revised Code, Section 306.43(K) authorizes the sale and disposition of property through full and open competition.

- 3.0 **PROCUREMENT BACKGROUND:** The bid package was posted on the Procurement Website and advertised in the local newspapers. One bid was received as follows:

Delta Railroad Construction, Inc.	\$12,600.00
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The Procurement Department has determined that the bid price of Delta Railroad Construction, Inc. for the sale of used rail equipment is considered fair and reasonable to the Authority.

- 4.0 **AFFIRMATIVE ACTION/DBE BACKGROUND:** The Office of Business Development does not conduct Affirmative Action reviews or establish goals on RTA procurements involving auction services or the sale of scrap or obsolete items.

- 5.0 **POLICY IMPACT:** This sale is consistent with the Greater Cleveland Regional Transit Authority's Vehicle Replacement Policy and the Procurement Policy regarding the sale or disposal of property.

- 6.0 **ECONOMIC IMPACT:** The proceeds from this sale at a total price of twelve thousand six hundred & 00/100 dollars (\$12,600.00) will be deposited into the General Fund.

- 7.0 **ALTERNATIVES:** Reject all bids. Rejection of all bids will delay the sale of this equipment and cause the Authority to incur additional costs for storage.

- 8.0 **RECOMMENDATION:** It is recommended that the bid of Delta Railroad Construction, 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