RESOLUTION NO. 2005-121

AUTHORIZING CONTRACT NO. 2005-098 WITH DIESEL RADIATOR CO. FOR THE FURNISHING OF CHARGE AIR COOLERS AS, SPECIFIED AND AS REQUIRED, FOR A PERIOD OF ONE (1) YEAR IN AN AMOUNT NOT TO EXCEED \$48,655.00 (GENERAL FUND, FLEET MANAGEMENT DEPARTMENT BUDGET).

WHEREAS, the Greater Cleveland Regional Transit Authority requires the replacement of charge air coolers for certain fixed route buses; and

WHEREAS, the bid of Diesel Radiator Co., located at 1985 Janice Avenue, Melrose Park, IL 60150 for the furnishing of charge air coolers, as specified and as required, for a period of one (1) year, was received on August 24, 2005; and

WHEREAS, the bid of Diesel Radiator Co., was the sole responsive bid received in response to this solicitation; and

WHEREAS, in accordance with Ohio Revised Code Section 306.43(B), 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, an amount of forty-eight thousand six hundred fifty-five & 00/100 dollars (\$48,655.00) was agreed upon and it was determined to be fair and reasonable to the Authority; and

WHEREAS, the General Manager/Secretary-Treasurer deems the offer of Diesel Radiator Co., as negotiated, to be a responsive bid from a responsible bidder for the furnishing of charge air coolers, as specified and as required, for a period of one (1) year.

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 Diesel Radiator Co., 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 Diesel Radiator Co., for the furnishing of charge air coolers, 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 an amount not to exceed forty-eight thousand six hundred fifty-five & 00/100 dollars (\$48,655.00).

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.

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Section 5. That the Greater Cleveland Regional Transit Authority's Board of Trustees expects that Diesel Radiator Co. 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:	September 20 , 2005	DAG
	***************************************	President

Attest: /// / / / / / / / / / CEO, General Manager/Secretary-Treasurer





Greater Cleveland Regional Transit Authority STAFF SUMMARY AND COMMENTS

TITLE/DESCRIPTION: AUTHORIZING CONTRACT NO. 2005-098 WITH Resolution No.: DIESEL RADIATOR CO. FOR THE FURNISHING OF CHARGE AIR 2005-121 COOLERS, AS SPECIFIED AND AS REQUIRED, FOR A PERIOD OF Date: ONE (1) YEAR IN AN AMOUNT NOT TO EXCEED \$48,655.00 (GENERAL September 15, 2005 FUND, FLEET MANAGEMENT DEPARTMENT BUDGET). Initiator: Fleet **Management Department**

□ Approval	☐ Review/Comment	□ Information Only	□ Other	

- PURPOSE/SCOPE: This action will allow the Authority to enter into a contract for the furnishing of charge air coolers, as specified, on a requirement basis for a period of one (1) year.
- 2.0 DESCRIPTION/JUSTIFICATION: The Authority has an on going need to replace defective charge air cooler units on GCRTA Flxible Metro and Nova RTS and LFS model coaches. The replacements of the charge air cooler parts are required due to age, punctures, corrosion and accident damage.
- 3.0 PROCUREMENT BACKGROUND: The solicitation was posted on the GCRTA Procurement web site and advertised in the local newspapers. One responsive bid was received on August 24, 2005. Due to the limited quantities required for this procurement vendors were unable to bid competitively for this product.

Pursuant to Ohio Revised Code Section 306.43(B), the Authority may negotiate price when less than two responsive bids are received. Negotiations with Diesel Radiator Co. achieved a reduction of \$1,020.00, or approximately 2% of the bid's original price.

Diesel Radiator Co.,	GCRTA Part#	Quantity	Unit Price
	79-37001	30	\$810.00
	79-34001	10	\$796.00
	79-39010	15	\$1,093.00

The bid of Diesel Radiator Co., as negotiated, 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 certified DBE firms.
- 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 an amount not to exceed forty-eight thousand six hundred fifty-five & 00/100 dollars (\$48,655.00). This bid is 30% below the estimated amount of \$71,117.00.

- 7.0 ALTERNATIVES: <u>Reject all bids</u>. Rejection of this offer would not allow for the timely replacement of charge air coolers, which would cause coaches to be unsafe and risk accidents and disruptions of service due to inoperable coaches.
- 8.0 RECOMMENDATION: It is recommended that the bid of Diesel Radiator Co., as negotiated, 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