

RESOLUTION NO. 2005 - 155

AUTHORIZING CONTRACT 2005-136 FOR THE PURCHASE OF ROCK SALT FROM THE CITY OF CLEVELAND FOR THE WINTER SEASON OF 2005-2006 IN AN AMOUNT NOT TO EXCEED \$95,000.00 (GENERAL FUND – SERVICE MANAGEMENT DEPARTMENT BUDGET)

WHEREAS, rock salt is necessary to remove snow and ice from various Greater Cleveland Regional Transit Authority properties during the 2005-2006 winter season; and

WHEREAS, the City of Cleveland purchases large quantities of salt through the bid process and in conformity with the Charter of the City of Cleveland, and is permitted to sell quantities of supplies to other political subdivisions; and

WHEREAS, the procurement of large quantities achieves for the City economy of scale pricing which can be passed on to other political subdivisions; and

WHEREAS, the City of Cleveland has offered to provide rock salt in quantities sufficient to meet the Greater Cleveland Regional Transit Authority's requirements; and

WHEREAS, intergovernmental purchases are encouraged in FTA Circular 4220.1E and are permitted by the Ohio Revised Code, Section 306.43 (H)(4); and

WHEREAS, the General Manager/Secretary-Treasurer deems the offer of the City of Cleveland to be advantageous to the Greater Cleveland Regional Transit Authority and recommends approval.

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 from the City of Cleveland to provide rock salt to the Authority for the 2005-2006 winter season be and the same is hereby accepted.

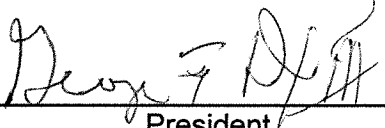
Section 2. That the General Manager/Secretary-Treasurer is hereby authorized to enter into a contract for the purchase of rock salt from the City of Cleveland for the period through April 30, 2006.

Section 3. That said amount shall be payable out of the General Fund, Service Management Department budget in an amount not to exceed ninety-five thousand & 00/100 dollars (\$95,000.00).

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 this resolution shall become effective immediately upon its adoption.

Adopted: November 15, 2005



President

Attest: 

CEO, General Manager/Secretary-Treasurer



Greater Cleveland Regional Transit Authority
STAFF SUMMARY AND COMMENTS

TITLE/DESCRIPTION: AUTHORIZING CONTRACT 2005-136 FOR THE PURCHASE OF ROCK SALT FROM THE CITY OF CLEVELAND FOR THE WINTER SEASON OF 2005-2006 IN AN AMOUNT NOT TO EXCEED \$95,000.00 (GENERAL FUND – SERVICE MANAGEMENT DEPARTMENT BUDGET)	Resolution No.: 2005 - 155
	Date: November 10, 2005
	Initiator: Service 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 resolution will allow the Authority to enter into a contract with the City of Cleveland for the purchase of rock salt.
- 2.0 DESCRIPTION/JUSTIFICATION: The Authority requires rock salt to remove snow and ice from its various facilities. It has been determined that purchasing the rock salt from the City of Cleveland is the most effective and efficient manner of obtaining the material. It will continue to eliminate the requirement to have on-site storage facilities, additional heavy loading equipment and additional personnel to load the salt onto the Authority's spreading vehicles.
- 3.0 PROCUREMENT BACKGROUND: This is an intergovernmental purchase as encouraged in FTA Circular 4220.1E and as permitted by the Ohio Revised Code, Section 306.43 (H)(4). The purchase price of \$44.08 per ton loaded into the Authority's vehicles is based upon a price received by the City of Cleveland through a competitive bid process. The average usage on this contract for the last four years has totaled \$90,000.00 per winter season. The fact that the last three winter seasons have been considered relatively mild, a request for \$95,000.00 is considered reasonable to cover potential adverse weather conditions. The total amount of salt purchased by the Authority and used in the 2004-2005 season was 2,197 tons at a total cost of \$94,233.00 (\$42.90 per ton). The Procurement Department has reviewed this price and has determined the price to be fair and reasonable to the Authority.

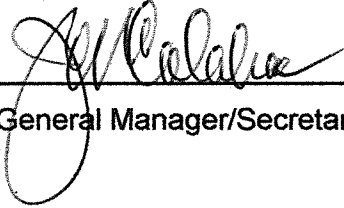
The City of Cleveland is utilizing the State of Ohio Cooperative Purchasing Program to secure the required needs of rock salt for the winter season. The Authority will also be utilizing the City of Cleveland's storage and loading facilities under this contract, as required.
- 4.0 AFFIRMATIVE ACTION/DBE BACKGROUND: Does not apply.
- 5.0 POLICY IMPACT: Does not apply.
- 6.0 ECONOMIC IMPACT: This procurement will be funded through the General Fund, Service Management Department budget in an amount not to exceed ninety-five thousand & 00/100 dollars (\$95,000.00). This is the budgeted amount for this purchase.
- 7.0 ALTERNATIVES: Reject this offer. Rejection of this offer would delay procurement of rock salt and meeting the needs of the Authority in a timely fashion.

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8.0 RECOMMENDATION: It is recommended that the offer from the City of Cleveland be accepted and a 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