

RESOLUTION NO. 2006-28

AUTHORIZING SOLE SOURCE CONTRACT NO. 2006-016 WITH NORTH AMERICAN BUS INDUSTRIES, INC. TO FURNISH TEN (10) POWER STEERING GEARBOXES AT A TOTAL PRICE NOT TO EXCEED \$45,251.90 (RTA DEVELOPMENT FUND - FLEET MANAGEMENT DEPARTMENT BUDGET)

WHEREAS, the Greater Cleveland Regional Transit Authority routinely requires the replacement of worn power steering gearboxes on the Authority's revenue vehicles; and

WHEREAS, after reasonable inquiry North American Bus Industries, Inc. is the only source available; and

WHEREAS, the Ohio Revised Code, Section 306.43H(2) authorizes that a regional transit authority may award a contract if after reasonable inquiry, it finds that only one source of supply is available for the purchase of goods or services; and

WHEREAS, after negotiations, North American Bus Industries, Inc. located at 1275 S. Houk Road, Delaware, OH 43105, has offered to furnish ten (10) power steering gearboxes at a total price not to exceed forty-five thousand two hundred fifty-one & 90/100 dollars (\$45,251.90); and

WHEREAS, the General Manager/Secretary-Treasurer deems the negotiated offer of North American Bus Industries, Inc. 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 North American Bus Industries, Inc., as negotiated, for the furnishing of ten (10) power steering gearboxes be and the same is hereby accepted as in the best interest of the Authority.

Section 2. That the General Manager/Secretary-Treasurer of the Authority be and he is hereby authorized to enter into a contract with North American Bus Industries, Inc., for the furnishing of ten (10) power steering gear boxes.

Section 3. That said contract shall be payable from the RTA Development Fund, Fleet Management Department budget, including but not limited to Capital Grant OH-90-X466 in an amount not to exceed \$45,251.90. (\$36,201.52 in Federal funds which represents 80% of the total cost).

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, if any; the Affirmative Action Plan adopted by the Board of Trustees in Resolution 2005-51; 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 North American Bus Industries, Inc., 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: \_\_\_\_\_, 2006

\_\_\_\_\_  
President

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



TITLE/DESCRIPTION: AUTHORIZING SOLE SOURCE CONTRACT NO. 2006-016 WITH NORTH AMERICAN BUS INDUSTRIES, INC. TO FURNISH TEN (10) POWER STEERING GEARBOXES AT A TOTAL PRICE NOT TO EXCEED \$45,251.90 (RTA DEVELOPMENT FUND - FLEET MANAGEMENT DEPARTMENT BUDGET)	Resolution No.: 2006-28
	Date: February 16, 2006
	Initiator: Fleet 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 action will allow the Authority to enter into a contract for the furnishing of ten (10) power steering gearboxes used on the Authority's NABI (2200/2300/2400/2500) fleet.
- 2.0 DESCRIPTION/JUSTIFICATION: The Authority has an ongoing need to replace worn out power steering gearboxes. This will be the first time purchasing replacement gearboxes for this fleet.
- 3.0 PROCUREMENT BACKGROUND: A market survey was conducted to identify potential sources that could furnish this power steering gearbox. North American Bus Industries, Inc. the OEM for this part is the only known source to furnish this part.
 

Section 306.43H(2) of the Ohio Revised Code, authorizes that a regional transit authority may award a contract if after reasonable inquiry, only one source of supply is available for the purchase of goods or services. After negotiations, the offer of North American Bus Industries, Inc. to furnish ten (10) power steering gearboxes was accepted as most advantageous to the Authority at a unit price of \$4,525.10 for a total contract price not to exceed \$45,251.90.

A price analysis has been performed and the Procurement Department has determined that the price from North American Bus Industries, Inc. is 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 payable from the RTA Development Fund, Fleet Management Department budget, including but not limited to Capital Grant OH-90-X466, Line Item 11.12.40 in an amount not to exceed \$45,251.90. (\$36,201.52 in Federal funds which represents 80% of the total cost). The negotiated price is 5% below the budget estimate.
- 7.0 ALTERNATIVES: Reject this offer. Rejection of this offer would delay the replacement of power steering gearboxes on the Authority's transit vehicles and potentially impact service.

8.0 RECOMMENDATION: It is recommended that the offer of North American Bus Industries, Inc., 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.

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CEO, General Manager/Secretary-Treasurer