

RESOLUTION NO. 2006-57

AUTHORIZING CONTRACT 2006-007 WITH MAC PRODUCTS, INC. FOR FOURTEEN (14) WAYSIDE DISCONNECT SWITCHES AT A TOTAL EXPENDITURE OF \$30,520.00 (RTA CAPITAL FUND – RAIL DISTRICT DEPARTMENT BUDGET)

WHEREAS, The Authority has a need to replace wayside disconnect switches due to aging, as part of the normal maintenance of the overhead catenary system and to reduce energy cost; and

WHEREAS, the bid MAC Products, Inc. located at 60 Pennsylvania Avenue, South Kearny, NJ 07032 for fourteen (14) disconnect switches was received on the March 14, 2006 for the unit prices set forth in said bid, involving an expenditure of \$30,520.00; and

WHEREAS, the General Manager/Secretary-Treasurer deems the bid of MAC Products, Inc. to be in 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 MAC Products, Inc. received on March 14, 2006 for fourteen (14) wayside disconnect switches 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 MAC Products, Inc. for fourteen (14) wayside disconnect switches as specified.

Section 3. That said contract shall be payable out of the RTA Capital Fund, Rail District budget at a total expenditure of thirty thousand five hundred twenty and 00/100 dollars (\$30,520.00).

Section 4. That said contract shall be binding upon and 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 the contractual obligations of the Authority.

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Section 5. That the Greater Cleveland Regional Transit Authority's Board of Trustees expects that Mac Products, 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: April 18, 2006

President

Attest: _____
CEO, General Manager/Secretary-Treasurer



Greater Cleveland Regional Transit Authority
STAFF SUMMARY AND COMMENTS

TITLE/DESCRIPTION: AUTHORIZING CONTRACT NO. 2006-007 WITH MAC PRODUCTS, INC. FOR FOURTEEN (14) WAYSIDE DISCONNECT SWITCHES AT A TOTAL EXPENDITURE OF \$30,520.00 (RTA CAPITAL FUND – RAIL DISTRICT BUDGET)	Resolution No.: 2006-57
	Date: April 13, 2006
	Initiator: Rail District
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 purchase of fourteen (14) wayside disconnect switches for the Rail District Power and Way Department.
- 2.0 DESCRIPTION/JUSTIFICATION: The disconnect switches are the preceding element to the installation of the switch heater controllers, replacing old controllers helps the Authority to save on the cost of energy. The switches are a Capital Project that was developed to reduce energy costs and improve operating efficiencies and maintenance costs. These fourteen (14) switches will be used to sectionalize the overhead power system for the installation of the switch heaters. They are also utilized for safety during work on the overhead systems.
- 3.0 PROCUREMENT BACKGROUND: The Invitation for Bid was posted on the procurement web site and advertised in the local newspapers. Ten (10) potential bidders downloaded the bid package and three responded on March 14, 2006. A summary of these bids are as follows:

<u>Company</u>	<u>Price/Unit</u>	<u>Total</u>
Mac Products, Inc. 60 Pennsylvania Ave. South Kearny, NJ 07032	\$2,180.00	\$30,520.00
Enercon Technologies Group 2611 Larchmont Drive Beachwood, OH 44122	\$3,958.00	\$55,412.00
Western Sierras 314 N. Park Street Reno, NV 89512	\$4,612.00	\$64,568.00

The last procurement was in 1999 at a unit cost of \$2,250.00 from Pringle Electrical Manufacturing Co. This firm has recently been sold to Eaton Corporation and is not in production of this product at this time.

A cost/price analysis was performed and the Procurement Department has determined the negotiated offer 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 RTA Capital Fund, Rail District budget at a total expenditure of thirty thousand five hundred twenty and 00/100 dollars (\$30,520.00). This price is 24% below the budgeted amount of \$44,000.00 for this purchase.
- 7.0 ALTERNATIVES: Reject this offer. Rejection of this offer may potentially cause the unsafe conditions to the Authority's personnel and contractors that require power outages along the right of way when performing their tasks.
- 8.0 RECOMMENDATION: It is recommended that the bid of MAC Products, 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