

RESOLUTION NO. 2006-65

AUTHORIZING CONTRACT NO. 2006-029 WITH CUMMINS BRIDGEWAY, LLC FOR THE PURCHASE OF CUMMINS DIESEL ENGINES AND ENGINE PARTS, AS SPECIFIED, IN AN AMOUNT NOT TO EXCEED \$283,356.30 (RTA DEVELOPMENT FUND - FLEET MANAGEMENT DEPARTMENT BUDGET)

WHEREAS, the Greater Cleveland Regional Transit Authority requires the replacement of engines on the Authority's transit vehicles; and

WHEREAS, the bid of Cummins Bridgeway, LLC with offices located at 7585 Northfield Road, Cleveland, Ohio 44146 was received on March 23, 2006 for the purchase of Cummins Diesel Engines and Engine Parts, as specified; and

WHEREAS, said bid was the only responsive bid from a responsible bidder received in response to the 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; and

WHEREAS, after negotiation an amount of two hundred eighty-three thousand three hundred fifty-six & 30/100 (\$283,356.30) was accepted based on the contract requirements and unit prices bid for the purchase of Cummins Diesel Engines and Engine Parts, as specified; and

WHEREAS, the General Manager/Secretary-Treasurer deems acceptance of the bid of Cummins Bridgeway, LLC to be in the best interest of the Authority and recommends acceptance thereof.

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 Cummins Bridgeway, LLC, as negotiated, 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 Cummins Bridgeway, LLC for the purchase of Cummins Diesel Engines and Engine Parts, as specified.

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 \$283,356.30 (\$226,685.04 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 Transit Authority's Board of Trustees expects that Cummins Bridgeway, LLC 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: April 18, 2006

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President

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



TITLE/DESCRIPTION: AUTHORIZING CONTRACT NO. 2006-029 WITH CUMMINS BRIDGEWAY, LLC FOR THE PURCHASE OF CUMMINS DIESEL ENGINES AND ENGINE PARTS, AS SPECIFIED, IN AN AMOUNT NOT TO EXCEED \$283,356.30 (RTA DEVELOPMENT FUND - FLEET MANAGEMENT DEPARTMENT BUDGET)	Resolution No.: 2006-65
	Date: April 13, 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 purchase of Cummins Diesel Engines and Engine Parts, as specified.
- 2.0 DESCRIPTION/JUSTIFICATION: The Authority requires ISC 8.3 litre Cummins Engines, cores and ISC 8.3 litre Diesel Injector Pumps that are used in the NOVA low floor (9100/2100) coaches and ISB 5.9 litre Cummins Engines that are used in the Orion II (6100/6200/6300) coaches. These engines and parts meet current EPA standards.
- 3.0 PROCUREMENT BACKGROUND: The Invitation For Bid (IFB) was posted on the procurement web site and advertised in the local newspapers. One responsive and responsible bid was received on March 23, 2006. A market survey was conducted to determine why prospective bidders did not respond to the solicitation. Their response indicated that they were unable to obtain competitive pricing for the engines and parts from Cummins Bridgeway, LLC the OEM distributor.

Ohio Revised Code Section 306.43(B) states that when fewer than two responsive bids are received, a regional transit authority may negotiate a price with the sole responsive bidder. Negotiations failed to achieve a price reduction from Cummins Bridgeway, LLC. The pricing is as follows:

GCRTA Part Number	Quantity	Unit Price	Total
81-39200 Recon ISC 8.3 Engine	15	\$12,789.00	\$191,700.00
87-39110 Recon ISC 8.3 Fuel Injector Pump	10	\$ 2,067.13	\$ 20,671.30
81-61200 Recon ISB 5.9 Engine	5	\$ 8,410.00	\$ 42,050.00
Core, Recon ISC	8	\$ 3,600.00	\$ 28,800.00
<b>Total Bid Price</b>			<b>\$283,356.30</b>

A cost analysis has been performed and the Procurement Department has determined that the price is fair and reasonable to the Authority based on historic pricing.

- 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 payable from the RTA Development Fund, Fleet Management Department budget, including but not limited to Capital Grant OH-90-X466, Line tem 11.12.40 in an amount not to exceed \$283,356.30 (\$226,685.04 in Federal funds which represents 80% of the total cost). The total price is approximately 6% above the estimate of \$266,700.00.
- 7.0 ALTERNATIVES: Reject this offer. Rejection of this offer would delay the replacement of engines necessary for the ultimate performance of the Authority's vehicles.
- 8.0 RECOMMENDATION: It is recommended that the offer of Cummins Bridgeway, LLC 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

