RESOLUTION NO. 2006-162

AUTHORIZING SOLE SOURCE CONTRACT NO. 2006-096 WITH NORTH AMERICAN BUS INDUSTRIES, INC. TO FURNISH STEERING SHAFTS, AS REQUIRED, FOR A PERIOD OF ONE (1) YEAR AT A TOTAL PRICE NOT TO EXCEED \$35,163.60 (GENERAL FUND, FLEET MANAGEMENT DEPARTMENT BUDGET)

WHEREAS, the Greater Cleveland Regional Transit Authority has a need for steering shafts as part of the normal maintenance of the vehicles guidance system; and

WHEREAS, Section 306.43(H)(2) of the Ohio Revised Code provides that competitive bidding is not required when a regional transit authority, after reasonable inquiry, determines that only one source of supply is reasonably available; and

WHEREAS, North American Bus Industries, Inc., has proprietary rights to its steering shaft; and

WHEREAS, the offer of North American Bus Industries, Inc., located at 1275 S. Houk Road, Delaware, OH 43105, for the furnishing of steering shafts, as required, for use in the Authority's revenue vehicles was received on August 17, 2006; and

WHEREAS, after negotiations, North American Bus Industries, Inc., agreed to provide 30 steering shafts, as required, for a period of one (1) year for a total price not to exceed \$35,163.60; and

WHEREAS, the General Manager/Secretary-Treasurer deems the offer of North American Bus Industries, Inc., as negotiated, to be fair and reasonable 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 steering shafts, as required, be and the same is hereby accepted.
- 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 steering shafts, 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, at a total price not to exceed thirty-five thousand one hundred sixty-three & 60/100 dollars (\$35,163.60).

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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 2006-077; 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% minimum DBE goal assigned to this procurement.

Section 6. That this resolution shall become effective immediately upon its adoption.

Adopted: September 19, 2006	
	President
Attest:	
CEO, General Manager/Secretary-Treasurer	

Form 100-326 07-03-97

Greater Cleveland Regional Transit Authority STAFF SUMMARY AND COMMENTS

TITLE/DESCRIPTION: AUTHORIZING SOLE SOURCE CONTRACT NO. 2006-096 WITH NORTH AMERICAN BUS INDUSTRIES, INC. TO FURNISH STEERING SHAFTS, AS REQUIRED, FOR A PERIOD OF	Resolution No.: 2006-162
ONE (1) YEAR AT A TOTAL PRICE NOT TO EXCEED \$35,163.60 (GENERAL FUND, FLEET MANAGEMENT DEPARTMENT BUDGET)	Date: September 14, 2006
	Initiator: Fleet Management Department
ACTION REQUEST:	Management Department
☐ Approval ☐ Review/Comment ☐ Information Only ☐ Other	

- 1.0 PURPOSE/SCOPE: This action will allow the Authority to enter into a requirements contract with North American Bus Industries, Inc., for the furnishing of steering shafts on the NABI (2200//2400) fleet of buses.
- 2.0 DESCRIPTION/JUSTIFICATION: The Authority utilizes the steering shaft in conjunction with other guidance system components to navigate the coach. Replacement of the steering shaft is a routine and normal maintenance of the vehicle.
- 3.0 PROCUREMENT BACKGROUND: This equipment is proprietary to North American Bus Industries, Inc. Ohio Revised Code Section 306.43(H)(2) allows for award of a sole source contract based upon a determination by the Board of Trustees, an officer or an employee of the Authority that there is only one source reasonably available for these items. The Authority will purchase 30 steering shafts at a unit price of \$1,172.12 for a total contract price not to exceed \$35,163.60.

A 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 subcontracting opportunities.
- 5.0 POLICY IMPACT: Does not apply.
- 6.0 ECONOMIC IMPACT: This procurement will be funded through the General Fund, Fleet Management Department budget, at a total price not to exceed thirty-five thousand one hundred sixty-three & 60/100 dollars (\$35,163.60) for a period of one (1) year. The negotiated price is 4% above the budget estimate.
- 7.0 ALTERNATIVES: <u>Reject this offer</u>. Rejection of this offer would effect the quality of services provided for ridership and could effect the safety of the vehicle.

Staff Summary & Comments Steering Shaft Assembly Page 2

- RECOMMENDATION: It is recommended that the offer of North American Bus Industries, 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