

RESOLUTION NO. 2007-41

AUTHORIZING CONTRACT NO. 2007-002 WITH PREVOST CAR, DIVISION OF PREVOST CAR (U.S.), INC. TO FURNISH FIFTEEN (15) REAR AXLE REBUILD KITS, AS SPECIFIED, AT A TOTAL PRICE NOT TO EXCEED \$190,869.00 (GENERAL FUND, FLEET MANAGEMENT DEPARTMENT BUDGET)

WHEREAS, the Greater Cleveland Regional Transit Authority has a need to rebuild rear differentials and center housing subassemblies for Nova LFS (9900/2100) low floor revenue vehicle; and

WHEREAS, Prevost Car, Division of Prevost Car (U.S.), Inc., is the only known source available to furnish rear axle rebuild kits, as specified, for the Nova LFS coach; 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, the offer of Prevost Car, Division of Prevost Car (U.S.), Inc., located at 2200 Point Blvd., Suite 100, Elgin, IL 60123, for the furnishing of fifteen (15) rear axle rebuild kits, as specified, for use in the Authority's revenue vehicles was received on February 5, 2007; and

WHEREAS, after negotiations, Prevost Car, Division of Prevost Car (U.S.), Inc., agreed to provide fifteen (15) rear axle rebuild kits, as specified, at a price not to exceed \$190,869.00, and

WHEREAS, the General Manager/Secretary-Treasurer deems the offer of Prevost Car, Division of Prevost Car (U.S.), 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 Prevost Car, Division of Prevost Car (U.S.), Inc., as negotiated, for the furnishing of fifteen (15) rear axle rebuild kits, as specified, is hereby accepted as fair and reasonable.

Section 2. That the General Manager/Secretary-Treasurer of the Authority be and he is hereby authorized to enter into a sole source contract with Prevost Car, Division of Prevost Car (U.S.), Inc., for the furnishing of fifteen (15) rear axle rebuild kits, as specified.

Section 3. That said contract shall be payable from the General Fund, Fleet Management Department budget, including but not limited to at a total price not to exceed \$190,869.00.

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 No. 2006-077; bonding and insurance requirements and all applicable laws relating to contractual obligations of the Authority.

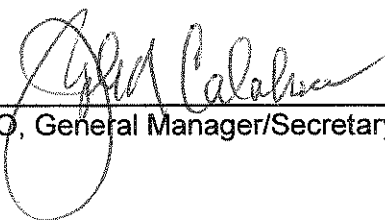
Section 5. That the Greater Cleveland Regional Transit Authority's Board of Trustees expects that Prevost Car, Division of Prevost Car (U.S.), Inc., will attempt to exceed the 0% minimum DBE goal assigned to this procurement.

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

Adopted: March 27, 2007



President

Attest: 

CEO, General Manager/Secretary-Treasurer



Greater Cleveland Regional Transit Authority
STAFF SUMMARY AND COMMENTS

TITLE/DESCRIPTION: AUTHORIZING CONTRACT NO. 2007- 002 WITH PREVOST CAR, DIVISION OF PREVOST CAR (U.S.), INC. TO FURNISH FIFTEEN (15) REAR AXLE REBUILD KITS, AS SPECIFIED, AT A TOTAL PRICE NOT TO EXCEED \$190,869.00 (GENERAL FUND, FLEET MANAGEMENT DEPARTMENT BUDGET)	Resolution No.: 2007-41
	Date: March 22, 2007
	Initiator: Fleet Management Department
ACTION REQUEST: <input 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 sole source contract for the furnishing of fifteen (15) rear axle rebuild kits, as specified, used on the Nova LFS (9900/2100) fleet of low floor buses.
- 2.0 DESCRIPTION/JUSTIFICATION: The rear axle rebuild kits will be used to rebuild differential and center housing assemblies on the Nova LFS rear axles.
- 3.0 PROCUREMENT BACKGROUND: This equipment is proprietary to Nova; Prevost is the authorized distributor of Nova components. Ohio Revised Code Section 306.43(H)(2) states that competitive procedures are not required when the purchase consists of goods or services, or any combination thereof, and after reasonable inquiry the board or any officer or employee the board designates finds that only one source of supply is reasonably available.

The Authority will purchase 12 rebuild kits without bellow plates for a unit price of \$10,298.66 for a total price of \$123,583.92 and 3 rebuild kits with bellow plates for a unit price of \$22,428.36 for a total price of \$67,285.08 resulting in a total contract price of \$190,869.00.

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 certified DBE firms.
- 5.0 POLICY IMPACT: Does not apply.
- 6.0 ECONOMIC IMPACT: This procurement will be funded through the General Fund, Fleet Management Department budget for a total contract price not to exceed \$190,869.00. The negotiated price is 3% below the budgeted estimate.
- 7.0 ALTERNATIVES: Reject this offer. Rejection of this offer would affect the quality of service and safety of the vehicle.

- 8.0 RECOMMENDATION: It is recommended that the offer of Prevost Car, Division of Prevost Car (U.S.), 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