

RESOLUTION NO. 2007-67

AUTHORIZING CONTRACT NO. 2007-034 WITH R & R ENGINE AND MACHINE FOR THE PURCHASE OF CUMMINS DIESEL ENGINES AND ENGINE PARTS, AS SPECIFIED, IN AN AMOUNT NOT TO EXCEED \$382,441.60 (GENERAL 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 R & R Engine & Machine with offices located at 1004 Swartz Road, Akron, Ohio 44319 was received on April 26, 2007 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 three hundred eighty-two thousand four hundred forty-one & 60/100 dollars (\$382,441.60) 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 R & R Engine & Machine 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 R & R Engine & Machine, as negotiated, be and the same is hereby accepted as being 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 R & R Engine & Machine for the purchase of Cummins Diesel Engines and Engine Parts, as specified.


Section 3. That said contract shall be payable from the General Fund, Fleet Management Department budget, in an amount not to exceed three hundred eighty-two thousand four hundred forty-one & 60/100 dollars (\$382,441.60).

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 2007-064; 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 R & R Engine & Machine 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: May 15, 2007



President

Attest: 

CEO, General Manager/Secretary-Treasurer



TITLE/DESCRIPTION: AUTHORIZING CONTRACT NO. 2007-034 WITH R & R ENGINE AND MACHINE FOR THE PURCHASE OF CUMMINS DIESEL ENGINES AND ENGINE PARTS, AS SPECIFIED, IN AN AMOUNT NOT TO EXCEED \$382,441.60 (GENERAL FUND, FLEET MANAGEMENT DEPARTMENT BUDGET)	Resolution No.: 2007-67
	Date: May 10, 2007
	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 and fuel injectors 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 April 26, 2007.

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 R & R Engine & Machine. The pricing is as follows:

GCRTA Part Number	Quantity	Unit Price	Total
81-39200 Recon ISC 8.3 Engine w/Core	7	\$13,736.26	\$ 96,153.82
81-39200 Recon ISC 8.3 Engine w/o Core	3	\$17,336.26	\$ 52,008.78
81-39200 ISC 8.3 Core Only	3	\$3,600.00	\$ 10,800.00
87-39110 Recon ISC 8.3 Fuel Injector Pump	30	\$2,327.00	\$ 69,810.00
87-39100 Core Only	6	\$900.00	\$ 5,400.00
87-61110 Recon Fuel Pump	8	\$998.00	\$ 7,984.00
87-6110 Fuel Pump Core Only	1	\$500.00	\$ 500.00
81-61200 Recon ISB 5.9 Engine w/core	13	\$8,599.00	\$111,787.00
81-61200 Recon ISB 5.9 Engine w/o Core,	2	\$11,299.00	\$ 22,598.00
81-61200 ISB 5.9 Core Only	2	\$2,700.00	\$ 5,400.00
Total Bid Price			\$382,441.60

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 General Fund, Fleet Management Department budget, in an amount not to exceed three hundred eighty-two thousand four hundred forty-one & 60/100 dollars (\$382,441.60). The total price is approximately 1% above the estimate of \$380,000.00.
- 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 R & R Engine & Machine 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