

RESOLUTION NO. 2007-161

AUTHORIZING CONTRACT NO. 2007-119 WITH NORTH AMERICAN BUS INDUSTRIES, INC. FOR THE FURNISHING OF THE UPPER STEERING SHAFT ASSEMBLY, AS REQUIRED, FOR A PERIOD OF ONE (1) YEAR AT A PRICE NOT TO EXCEED \$58,608.50 (GENERAL FUND, FLEET MANAGEMENT DEPARTMENT BUDGET)

WHEREAS, the Greater Cleveland Regional Transit Authority has a recurring need to replace upper steering shaft assemblies as part of their vehicle maintenance program to improve on parts integrity and vehicle performance; 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 the components of the steering shaft assembly; and

WHEREAS, the offer of North American Bus Industries, Inc., located at 1275 S. Houk Road, Delaware, OH 43105, for the furnishing of upper steering shaft assemblies, as required, for use on the Authority's NABI 2200 and 2400 bus fleets was received on October 9, 2007; and

WHEREAS, after negotiations, North American Bus Industries, Inc., agreed to provide 50 upper steering shaft assemblies, as required, for a period of one (1) year for a price not to exceed \$58,608.50; 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 upper steering shaft assemblies, 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 sole source contract with North American Bus Industries, Inc., for the furnishing of upper shaft assemblies, 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 fifty-eight thousand six hundred eight & 50/100 dollars (\$58,608.50).

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 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: November 20, 2007



President

Attest: _____
CEO, General Manager/Secretary-Treasurer



Greater Cleveland Regional Transit Authority
STAFF SUMMARY AND COMMENTS

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| TITLE/DESCRIPTION: AUTHORIZING CONTRACT NO. 2007-119 WITH NORTH AMERICAN BUS INDUSTRIES, INC. FOR THE FURNISHING OF THE UPPER STEERING SHAFT ASSEMBLY, AS REQUIRED, FOR A PERIOD OF ONE (1) YEAR AT A PRICE NOT TO EXCEED \$58,608.50 (GENERAL FUND, FLEET MANAGEMENT DEPARTMENT BUDGET) | Resolution No.: 2007-161 |
| | Date: November 15, 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 requirements contract with North American Bus Industries, Inc., for the furnishing of replacement upper steering shaft assemblies used on the NABI series 2200 and 2400 bus fleets.
- 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 anticipates purchasing up to 50 upper steering shaft assemblies at a unit price of \$1,172.17 for a total contract price not to exceed \$58,608.50.

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 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, at a total price not to exceed fifty-eight thousand six hundred eight & 50/100 dollars (\$58,608.50) for a period of one (1) year. The negotiated unit price is 5% below the budget estimate.
- 7.0 **ALTERNATIVES:** Reject this offer. Rejection of this offer would effect the quality of services provided for ridership and could effect the safety of the vehicle.

- 8.0 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