

RESOLUTION NO. 2008-135

AUTHORIZING CONTRACT NO. 2008-191 WITH W.W. WILLIAMS
MIDWEST, INC. FOR THE FURNISHING OF DETROIT DIESEL SERIES 50
EGR ENGINES, AS SPECIFIED AND AS REQUIRED, FOR A PERIOD OF
TWO (2) YEARS IN AN AMOUNT NOT TO EXCEED \$487,000.00
(GENERAL FUND, FLEET MANAGEMENT DEPARTMENT BUDGET)

WHEREAS, the Authority requires replacement of twenty (20) engine assemblies for the performance of revenue vehicles; and

WHEREAS, the single bid of W.W. Williams Midwest, Inc. for the furnishing of Detroit Diesel Series 50 EGR Engines, as required and as specified, for a period of two (2) years was received on August 20, 2008; and

WHEREAS, said bid was the only responsive bid received in response to the solicitation; and

WHEREAS, Section 306.43B of the Ohio Revised Code provides that when less than two responsive bids are received from responsible bidders, a regional transit authority may negotiate a price with the sole responsible bidder; and

WHEREAS, after negotiations, an amount of four hundred eighty-seven thousand & 00/100 dollars (\$487,000.00) was accepted based on the contract requirements and unit prices bid for the furnishing of Detroit Diesel Series 50 EGR Engines for a period of two (2) years; and

WHEREAS, the General Manager/Secretary-Treasurer deems the offer of W.W. Williams Midwest, Inc. 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 W.W. Williams Midwest, Inc. as negotiated, to provide Detroit Diesel Series 50 EGR Engines, as specified and 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 W.W. Williams Midwest, Inc. for the furnishing of Detroit Diesel Series 50 EGR Engines, as specified and as required, for a period of two (2) years.

Section 3. That said contract shall be payable from the General Fund, Fleet Management Department budget, in an amount not to exceed four hundred eighty-seven thousand & 00/100 dollars (\$487,000.00).

Section 4. That said contract shall be binding upon and an obligation of the Authority contingent upon appropriation of funds for future years, compliance by the contractor to the Specifications and Addenda, thereto, if any; the Affirmative Action Plan adopted by the Board of Trustees in Resolution 2008-061; bonding and insurance requirements; and all applicable laws relating to the contractual obligations of the Authority

Section 5. That the Greater Cleveland Regional Transit Authority's Board of Trustees expects that W. W. Williams Midwest, Inc. 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: September 23, 2008



President

Attest: 

CEO General Manager/Secretary-Treasurer



Title/Description: AUTHORIZING CONTRACT NO. 2008-191 WITH W.W. WILLIAMS MIDWEST, INC FOR THE FURNISHING OF DETROIT DIESEL SERIES 50 EGR ENGINES, AS SPECIFIED AND AS REQUIRED, FOR A PERIOD OF TWO (2) YEARS IN AN AMOUNT NOT TO EXCEED \$487,000.00 (GENERAL FUND, FLEET MANAGEMENT DEPARTMENT BUDGET)	Resolution No.: 2008-135
	Date: September 18, 2008
	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: This action will allow the Authority to enter into a contract for the furnishing of Detroit Diesel Series 50 EGR Engines, as specified, on a requirement basis for a period of two (2) years.

2.0 DESCRIPTION/JUSTIFICATION: This contract is needed by the Authority for the furnishing of twenty (20) Series 50 EGR to replace existing Detroit Diesel 50 Series Engine in NABI series 2200/2300/2400 and 2500 that are inoperable and damage due to accumulated mileage and performance. Detroit Diesel is the Original Equipment Manufacturer (OEM) and W.W. Williams Midwest, Inc is the exclusive dealer for Detroit Diesel engine parts in the Cleveland area.

3.0 PROCUREMENT BACKGROUND: The solicitation was posted on the Procurement Web Site and advertised in the local newspapers. One responsive and responsible bid was received on August 20, 2008. A survey of prospective bidders was conducted by the Procurement Department, which indicated that they were unable to obtain competitive pricing of the engines from Detroit Diesel local OEM distributors.

Ohio Revised Code Section 306.43(B) provides that in the case of a single bid being received, the Authority may negotiate the price bid with the vendor. Negotiations failed to achieve a price reduction from W.W. Williams Midwest, Inc. They will provide twenty (20) engines at a price of \$20,800.00 each at 10 per year along with the DDC manufacturers engine warranty for \$3,550.00 each at 10 per year for a total amount not to exceed \$487,000.00 for the two year period.

A cost analysis has been performed and the Procurement Department has determined the price to be 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 lack of certified DBE firms.

5.0 POLICY IMPACT: Does not apply.

6.0 ECONOMIC IMPACT: This procurement shall be payable from the General Fund, Fleet Management Department budget in an amount not to exceed four hundred eighty-seven thousand & 00/100 dollars (487,000.00). The bid is approximately 1% below the \$490,000.00 estimated cost for this procurement.

7.0 ALTERNATIVES: Reject this offer. Rejection of this offer would not allow for the replacement of Detroit Diesel engines that would cause disruptions of service due to inoperable coaches.

- 8.0 RECOMMENDATION: It is recommended that the offer of W.W. Williams Midwest, 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