

RESOLUTION NO. 2008-149

AUTHORIZING CONTRACT NO. 2008-241 FOR THE PURCHASE OF ROCK SALT FROM THE CITY OF CLEVELAND FOR THE WINTER SEASON OF 2008-2009 IN AN AMOUNT NOT TO EXCEED \$110,000.00 (GENERAL FUND, SERVICE MANAGEMENT DEPARTMENT BUDGET)

WHEREAS, rock salt is necessary to remove snow and ice from various Greater Cleveland Regional Transit Authority properties for the 2008 - 2009 winter season; and

WHEREAS, the City of Cleveland purchases large quantities of rock salt through the bid process and in conformity with the Charter of the City of Cleveland, and is permitted to sell quantities of supplies to other political subdivisions; and

WHEREAS, the procurement of large quantities achieves economy of scale pricing for the City of Cleveland which can be passed on to other political subdivisions; and

WHEREAS, the City of Cleveland has offered to provide rock salt in quantities sufficient to meet the Greater Cleveland Regional Transit Authority's requirements; and

WHEREAS, the General Manager/Secretary-Treasurer deems the offer of the City of Cleveland to be advantageous to the Greater Cleveland Regional Transit 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 from the City of Cleveland to provide rock salt to the Authority for the 2008-2009 winter season be and the same is hereby accepted.

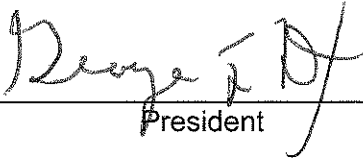
Section 2. That the General Manager/Secretary-Treasurer is hereby authorized to enter into a contract for the purchase of rock salt from the City of Cleveland for the period through April 30, 2009.

Section 3. That said amount shall be payable out of the General Fund, Service Management Department budget in an amount not to exceed one hundred ten thousand & 00/100 dollars (\$110,000.00).

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 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 contractual obligations of the Authority.

Section 5. That this resolution shall become effective immediately upon its adoption.

Adopted: October 21, 2008



President

Attest: 

CEO, General Manager/Secretary-Treasurer



Greater Cleveland Regional Transit Authority
STAFF SUMMARY AND COMMENTS

TITLE/DESCRIPTION: AUTHORIZING CONTRACT NO. 2008-241 FOR THE PURCHASE OF ROCK SALT FROM THE CITY OF CLEVELAND FOR THE WINTER SEASON OF 2008-2009 IN AN AMOUNT NOT TO EXCEED \$110,000.00 (GENERAL FUND, SERVICE MANAGEMENT DEPARTMENT BUDGET)	Resolution No.: 2008-149
	Date: October 16, 2008
	Initiator: Service 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 resolution will allow the Authority to enter into a contract with the City of Cleveland for the purchase of rock salt.

- 2.0 **DESCRIPTION/JUSTIFICATION:** The Authority requires rock salt to remove snow and ice from its various facilities. It has been determined that purchasing the rock salt from the City of Cleveland is the most effective and efficient manner of obtaining the material. It will continue to eliminate the requirement to have on-site storage facilities, additional heavy loading equipment and additional personnel to load the salt onto the Authority's spreading vehicles.

- 3.0 **PROCUREMENT BACKGROUND:** This is an intergovernmental purchase as encouraged in FTA Circular 4220.1E and as permitted by the Ohio Revised Code, Section 306.43 (D). The purchase price of \$54.04 per ton loaded into the Authority's vehicles is based upon a price received by the City of Cleveland through a competitive bid process. The average usage on this contract for the last four years has totaled \$95,000.00 per winter season. The fact that the last winter season was a bad winter increased the Authority's usage and a request for \$110,000.00 is considered reasonable to cover potential adverse weather conditions. The total amount of salt purchased by the Authority and used in the 2007-08 season was 2,335.85 tons at a total cost of \$106,211.10 (\$45.47 per ton) under the previous contract. The Procurement Department has reviewed this price in comparison with the cost of other alternatives and has determined the price to be fair and reasonable to the Authority.

 The City of Cleveland is utilizing the State of Ohio Cooperative Purchasing Program in securing the required needs of rock salt for the winter season. GCRTA utilizes the City for the procurement, storage and loading into our vehicles as required.

- 4.0 **AFFIRMATIVE ACTION/DBE BACKGROUND:** The Office of Business Development does not conduct Affirmative Action reviews or set DBE participation goals on Interagency Government Agreements.

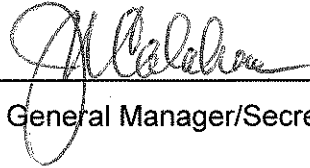
- 5.0 **POLICY IMPACT:** Does not apply.

- 6.0 **ECONOMIC IMPACT:** This procurement will be funded through the General Fund, Service Management Department budget in an amount not to exceed one hundred ten thousand & 00/100 dollars (\$110,000.00). This is within the budgeted amount for the year.

- 7.0 **ALTERNATIVES:** Reject this offer. Rejection of this offer would delay procurement of rock salt and meeting the needs of the Authority in a timely fashion.

- 8.0 RECOMMENDATION: It is recommended that the offer from the City of Cleveland be accepted and a 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