

RESOLUTION NO. 2009-10

AUTHORIZING CONTRACT NO. 2008-293 WITH KONE, INCORPORATED FOR REPAIR AND MAINTENANCE OF ESCALATORS, ELEVATORS AND LIFT EQUIPMENT, AS REQUIRED AND AS SPECIFIED, FOR A PERIOD OF THREE (3) YEARS IN AN AMOUNT NOT TO EXCEED \$803,768.00 WITH TWO, ONE-YEAR OPTIONS IN AMOUNTS NOT TO EXCEED \$289,094.00 AND \$300,360.00 RESPECTIVELY FOR A TOTAL CONTRACT AMOUNT NOT TO EXCEED \$1,393,222.00 (GENERAL FUND, RAIL DISTRICT DEPARTMENT BUDGET)

WHEREAS, the Authority deems it necessary to contract the maintenance of its escalators, elevators and wheelchair lifts with a firm to provide expertise on a monthly basis; and

WHEREAS, the bid of Kone, Incorporated, located at 6670 West Snowville, Suite 7, Brecksville, Ohio 44141 for the maintenance of the elevators, escalators and wheelchair lifts at the Authority's facilities for a period of three (3) years in an amount not to exceed \$803,768.00 with two, one-year options in amounts not to exceed \$289,094.00 and \$300,380.00 respectively was received on January 15, 2009, for a total contract amount not to exceed \$1,393,222.00; and

WHEREAS, the General Manager/Secretary-Treasurer deems the bid of Kone, Incorporated to be the lowest responsive bid from a responsible bidder 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 bid of Kone, Incorporated for the maintenance and repair of the Authority's elevators, escalators and wheelchair lifts for a period of three (3) years with two (2) one year options, be and the same is hereby accepted.

Section 2. That the General Manager/Secretary-Treasurer be and he is hereby authorized to enter into a contract with Kone, Incorporated for maintenance of the Authority's elevators, escalators and wheelchair lifts at various locations, as required and as specified, for a period of three (3) years beginning March 1, 2009, with the authority to exercise two, one-year options.

Section 3. That said contract shall be payable from the General Fund, Rail District Department budget, in an amount not to exceed eight hundred three thousand seven hundred sixty-eight & 00/100 dollars (\$803,768.00) for the base three year period with two, one year options in amounts not to exceed two hundred eighty-nine thousand ninety-four & 00/100 dollars (\$289,094.00) and three hundred thousand three hundred sixty & 00/100 dollars (\$300,360.00) respectively for a total contract amount not to exceed one million three hundred ninety-three thousand two hundred twenty-two & 00/100 dollars (\$1,393,222.00).

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 No. 2008-61; 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 Kone, Incorporated 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: February 17, 2009

  
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President

Attest:   
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CEO, General Manager/Secretary-Treasurer



Greater Cleveland Regional Transit Authority  
**STAFF SUMMARY AND COMMENTS**

<b>TITLE/DESCRIPTION:</b> AUTHORIZING CONTRACT NO. 2008-293 WITH KONE, INCORPORATED FOR REPAIR AND MAINTENANCE OF ELEVATORS, ESCALATORS AND WHEELCHAIR LIFTS, AS REQUIRED AND AS SPECIFIED, FOR A PERIOD OF THREE (3) YEARS IN AN AMOUNT NOT TO EXCEED \$803,768.00 WITH TWO, ONE-YEAR OPTIONS IN AMOUNTS NOT TO EXCEED \$289,094.00 AND \$300,360.00 RESPECTIVELY FOR A TOTAL CONTRACT AMOUNT NOT TO EXCEED \$1,393,222.00 (GENERAL FUND, RAIL DISTRICT DEPARTMENT BUDGET)	<b>Resolution No.:</b> 2009-10
	<b>Date:</b> February 12, 2009
	<b>Initiator:</b> Rail District Department
<b>ACTION REQUEST:</b> <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 maintenance of the Authority's elevators, escalators and wheelchair lifts at various facilities throughout the Authority for a period of three (3) years with two, one (1) year options.
- 2.0 **DESCRIPTION/JUSTIFICATION:** This new contract provides services to maintain and repair the elevators, escalators and wheelchair lifts for uninterrupted usage for a period of three years with two, one-year options. The Authority does not employ personnel trained to perform the necessary monthly maintenance of the repairs of the units when they breakdown.
- 3.0 **PROCUREMENT BACKGROUND:** This Invitation for Bid (IFB) was advertised in the local newspapers and posted on the GCRTA website. Six (6) companies who were capable of providing this service downloaded the package. Two (2) responsive bids were received. The bids for the base three year period are as follows:

<u>Company</u>	<u>Year One</u>	<u>Year Two</u>	<u>Year Three</u>	<u>Total</u>
Kone, Inc. 6670 W. Snowville Rd. Brecksville, OH 44141	\$257,736.00	\$267,794.00	\$278,238.00	\$803,768.00
Schindler Elevator Corp. 1100 East 55 <sup>th</sup> Street Cleveland, OH 44103	\$359,724.00	\$368,717.00	\$377,935.00	\$1,106,376.00

The bid of Kone, Inc. has been determined by the Procurement Department to be the lowest responsive bid from a responsible bidder.

A price analysis has been performed and the Procurement Department has determined the price 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, Rail District Department budget, in an amount not to exceed eight hundred three thousand seven hundred sixty-eight & 00/100 (\$803,768.00) for the base three year period with two, one year options in amounts not to exceed two hundred eighty-nine thousand ninety-four & 00/100 dollars (\$289,094.00) and three hundred thousand three hundred sixty & 00/100 dollars (\$300,360.00) for a total contract amount not to exceed one million three hundred ninety-three thousand two hundred twenty-two & 00/100 dollars (\$1,393,222.00). The first year bid price of \$257,736.00 is 18% below the budgeted amount of \$315,120.00.
- 7.0 **ALTERNATIVES:** Reject all bids. Rejection of this award would delay the continued maintenance and repair service of the elevators, escalators and wheelchair lifts at the Authority facilities and affect the safety of both the public and Authority's employees. It would also cause the Authority to not be in compliance with the American with Disabilities Act.
- 8.0 **RECOMMENDATION:** It is recommended that the bid of Kone, Incorporated 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.

  
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CEO, General Manager/Secretary-Treasurer