

RESOLUTION NO. 2010-50

AUTHORIZING CONTRACT NO. 2010-060 WITH D & W DIESEL, INC. FOR THE FURNISHING OF REMANUFACTURED DETRIOT DIESEL TURBOCHARGERS, AS REQUIRED, FOR A PERIOD OF TWO (2) YEARS FOR A TOTAL CONTRACT AMOUNT NOT TO EXCEED \$275,200.90 (GENERAL FUND, FLEET MANAGEMENT DEPARTMENT BUDGET)

WHEREAS, the Greater Cleveland Regional Transit Authority requires the replacement of Detroit Diesel Series 50 EGR remanufactured turbochargers, as required; and

WHEREAS, the bid of D & W Diesel, Inc, with offices at 14201 Industrial Avenue, South, Cleveland, OH 44137, for the furnishing of 130 Detroit Diesel Series 50 EGR remanufactured turbochargers, as required, for a period of two (2) years was received on July 15, 2010; and

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

WHEREAS, the General Manager/Secretary-Treasurer deems the bid of D & W Diesel, Inc. to be a responsive bid from a responsible bidder for the furnishing of remanufactured turbochargers as required, for a two (2) year period.

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 D & W Diesel, Inc. for the furnishing of remanufactured turbochargers 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 D & W Diesel, Inc. for the furnishing of Detroit Diesel Series 50 EGR remanufactured turbochargers 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, for a total contract amount not to exceed two hundred seventy-five thousand two hundred & 90/100 dollars (\$275,200.90).

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, if any; the Affirmative Action Plan adopted by the Board of Trustees in Resolution 2010-028; 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 D & W Diesel, 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: August 17, 2010



President

Attest: 

CEO, General Manager/Secretary-Treasurer



Greater Cleveland Regional Transit Authority
STAFF SUMMARY AND COMMENTS

CONTRACT: FURNISHING OF REMANUFACTURED DETROIT DIESEL SERIES 50 TURBOCHARGERS FOR A PERIOD OF TWO YEARS VENDOR: D & W DIESEL INC. AMOUNT: NOT TO EXCEED \$275,200.90	Resolution No.: 2010-50
	Date: August 12, 2010
	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 remanufactured Detroit Diesel Series 50 Turbochargers, as required, for a period of two (2) years.
- 2.0 **DESCRIPTION/JUSTIFICATION:** The Authority has an on going need to replace defective Detroit Diesel Series 50 turbochargers used on the 2200, 2300 and 2500 fleet of NABI buses. Periodic replacement is required to ensure required horsepower of diesel engines.
- 3.0 **PROCUREMENT BACKGROUND:** The Invitation for Bid (IFB) was posted on the GCRTA Procurement web site and advertised in the local newspapers. Three bids were received on July 15, 2010.

Supplier	Anticipated Usage	Unit Cost	Anticipated Cost
D & W Diesel	130	\$2,116.93	\$275,200.90
W.W. Williams	130	\$2,700.00	\$351,000.00
Muncie	130	\$3,650.00	\$474,500.00

A price analysis has been performed and the Procurement Department has determined the price of D & W Diesel, Inc. 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, in an amount not to exceed two hundred seventy-five thousand two hundred & 90/100 dollars (\$275,200.90) for the two-year period. The contract award is approximately 18% below the budget estimate.
- 7.0 **ALTERNATIVES:** Reject all bids. Rejection of this offer could impact the timely repair of Series 50 EGR engines, which could impact service quality.

8.0 RECOMMENDATION: It is recommended that the bid of D & W Diesel, 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