

RESOLUTION NO. 2011-100

AUTHORIZING CONTRACT NO. 2011-152 FOR THE PURCHASE OF ROCK SALT FROM THE CITY OF CLEVELAND FOR THE WINTER SEASON OF 2011-2012 IN AN AMOUNT NOT TO EXCEED \$148,352.41 (GENERAL FUND, SERVICE MANAGEMENT DEPARTMENT BUDGET)

WHEREAS, rock salt is necessary to remove snow and ice from various Greater Cleveland Regional Transit Authority properties during the 2011 - 2012 winter season; and

WHEREAS, the City of Cleveland purchases large quantities of 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 for the City economy of scale pricing, 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, Section 306.43(H)(4) of the Ohio Revised Code permits the Greater Cleveland Regional Transit Authority to make a purchase of goods or services from another political subdivision without competitive bidding; 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 approval.

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 2011-2012 winter season be and the same is hereby accepted.

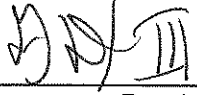
Section 2. That the General Manager/Secretary-Treasurer be and he is hereby authorized to enter into a contract for the purchase of rock salt from the City of Cleveland for the period November 1, 2011 through April 30, 2012.

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 forty-eight thousand three hundred fifty-two & 41/100 dollars (\$148,352.41)

Section 4. That said contract shall be binding upon and an obligation of the Authority contingent upon funding for future years and compliance by the contractor to the Specifications and Addenda, if any; the Affirmative Action Plan adopted by the Board of Trustees in Resolution 2011-034; 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: November 15, 2011



President

Attest: 

CEO, General Manager/Secretary-Treasurer



Greater Cleveland Regional Transit Authority
STAFF SUMMARY AND COMMENTS

TITLE/DESCRIPTION CONTRACT: PURCHASE OF ROCK SALT VENDOR: CITY OF CLEVELAND AMOUNT: IN AN AMOUNT NOT TO EXCEED \$148,352.41	Resolution No.: 2011-100
	Date: November 10, 2011
	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 4220.1F and as permitted by the Ohio Revised Code, Section 306.43 (H)(4). The total amount of salt purchased and used in the 2010-11 season was 2,503 tons for a total cost of \$145,954. The purchase price of \$59.27 per ton for the 2011-2012 season includes loading into the Authority's vehicles. This price is 1.6% above the price of \$58.29 paid in the 2010-2011 season. At the same annual usage the 2011-2012 total cost will be \$148,352.41. 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.

 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 forty-eight thousand three hundred fifty-two & 41/100 dollars (\$148,352.41). 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