RESOLUTION NO. 2012-12

AUTHORIZING CONTRACT NO. 2011-159 WITH SIMMONS MACHINE TOOL CORPORATION FOR AN UNDER FLOOR WHEEL LATHE AND INSTALLATION SERVICES, AS SPECIFIED, IN AN AMOUNT NOT TO EXCEED \$2,533,335.76 (RTA DEVELOPMENT FUND, RAIL DISTRICT DEPARTMENT BUDGET)

WHEREAS, the Greater Cleveland Regional Transit Authority has determined the need to replace the present under floor wheel lathe at the Central Rail Maintenance Facility; and

WHEREAS, the proposal of Simmons Machine Tool Corporation, located at 1700 North Broadway, Albany, New York 12204, to provide this lathe and installation services was received on February 10, 2012; and

WHEREAS, the General Manager/Secretary-Treasurer deems the offer of Simmons Machine Tool Corporation, as negotiated, 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 proposal submitted by Simmons Machine Tool Corporation, as modified by negotiations, to furnish an under floor wheel lathe and installation services at the Central Rail Maintenance Facility, 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 Simmons Machine Tool Corporation to furnish an under floor wheel lathe and installation services for the Central Rail Maintenance Facility
- Section 3. That said contract shall be payable from the RTA Development Fund, Rail District Department budget, including but not limited to 100% Local funds, in an amount not to exceed two million five hundred thirty-three thousand three hundred thirty-five & 76/100 dollars (\$2,533,335.76).
- 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 2011-034; 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 Simmons Machine Tool Corporation will attempt to exceed the 3% DBE goal assigned to this procurement.

Section 6. That this resolution shall become effective immediately upon its adoption.

Adopted: February 21, 2012

resident

Attest:

CEO, General Manager/Secretary-Treasurer



X Approval

☐ Review/Comment

Greater Cleveland Regional Transit Authority STAFF SUMMARY AND COMMENTS

TITLE/DESCRIPTION CONTRACT: PURCHASE AND INSTALLATION OF AN UNDER FLOOR WHEEL LATHE VENDOR: SIMMONS MACHINE TOOL CORPORATION AMOUNT: IN AN AMOUNT NOT TO EXCEED \$2,533,335.76 Resolution No.: 2012-12 Date: February 16, 2012 Initiator: Rail District Department ACTION REQUEST:

☐ Information Only ☐ Other

1 በ	PURPOSE/SCOPE: This action will allow the Authority to enter into a contract to furnish
1.0	an under floor wheel lathe and installation services for the Central Rail Maintenance
	Facility.

- 2.0 DESCRIPTION/JUSTIFICATION: The Authority has identified a need to replace the present under floor wheel lathe with a more cost effective, state of the art unit. RTA's rapid transit fleet rides on flanged steel wheels. The HRV and LRV fleets use different types of flanged steel wheels. An under floor wheel lathe is used to restore the proper rail wheel profile on both types of wheels, extending the useful life of the wheels and rails while providing a smoother, quieter, and safer ride. This procurement is intended to provide for all labor and materials required for the removal of the old lathe with a trade in value to be determined, procurement, delivery, and installation of the new under floor rail wheel lathe, the design and construction of the lathe foundation pit as required for the proper installation and operation of the new under floor rail wheel lathe.
- 3.0 PROCUREMENT BACKGROUND: The Request for Proposal (RFP) was posted on the GCRTA Procurement web site and advertised in the local newspapers. Twenty-two (22) prospective proposers downloaded the solicitation and one (1) proposal was received. After evaluation by a panel of Authority employees in accordance with established Procurement Department policies and procedures, and after negotiations, the proposal of Simmons Machine Tool Corporation to provide this wheel lathe along with design and installation services, as required, was determined to be advantageous to the Authority. An amount not to exceed \$2,533,335.76 was agreed upon.
 - A cost analysis was performed and the Procurement Department has determined the offer of Simmons Machine Tool Corporation to be fair and reasonable to the Authority.
- 4.0 AFFIRMATIVE ACTION/DBE BACKGROUND: All Affirmative Action requirements have been met. A 3.0% DBE participation goal was established for this procurement in recognition of the limited subcontracting opportunities. Simmons Machine Tool Corporation has committed to achieving a 2.2% DBE participation, which totals \$53,500 as follows: ProConstruction (African American) in an amount of \$38,500, Minority Electric (African American) in an amount of \$12,500, and Obon Trucking (African American) in an amount of \$2,500.

- 5.0 POLICY IMPACT: Does not apply.
- 6.0 ECONOMIC IMPACT: This procurement shall be payable from the RTA Development Fund, Rail District Department budget, including but not limited to 100% Local funds, in an amount not to exceed two million five hundred thirty-three thousand three hundred thirty-five & 76/100 dollars (\$2,533,335.76). This price is less than 1% above the estimate for this project.
- 7.0 ALTERNATIVES: Reject this offer. Rejection of this offer would limit the ability of the Authority to cost effectively maintain both rail fleets.
- 8.0 RECOMMENDATION: This procurement was discussed at the February 7, 2012 Operations Committee meeting and recommended for approval to the Board of Trustees. It is recommended that the offer of Simmons Machine Tool Corporation, as negotiated, 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