## RESOLUTION NO. 2012-101

AUTHORIZING CONTRACT NO. 2012-143 WITH D & W DIESEL, INC. FOR THE FURNISHING OF REMANUFACTURED CAT C-9 TURBOCHARGERS, AS REQUIRED, FOR A PERIOD OF TWO (2) YEARS FOR A TOTAL CONTRACT AMOUNT NOT TO EXCEED \$204,779.20 (GENERAL FUND, FLEET MANAGEMENT DEPARTMENT BUDGET)

WHEREAS, the Greater Cleveland Regional Transit Authority requires the replacement of CAT C-9 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 CAT C-9 remanufactured turbochargers, as required, for a period of two (2) years was received on December 6, 2012; 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; and

- NOW, THERFORE, 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 CAT C-9 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 four thousand seven hundred seventy-nine & 20/100 dollars (\$204,779.20) for a period of two (2) years.

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 2012-036; bonding and insurance requirements and all applicable laws relating to contractual obligations of the Authority.

Resolution No. 2012-101 Page 2

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: December 18, 2012

President

Attest:

CEO, General Manager/Secretary-Treasurer

Form 100-326 07-03-97

## Greater Cleveland Regional Transit Authority STAFF SUMMARY AND COMMENTS

TITLE/DESCRIPTION:

CONTRACT: FURNISHING OF REMANUFACTURED CAT

C-9 TURBOCHARGERS FOR A PERIOD OF

TWO YEARS

VENDOR: D & W DIESEL, INC.

AMOUNT: NOT TO EXCEED \$204,779.20

ACTION REQUEST:

 Resolution No.: 2012-101

Date:

December 13, 2012

Initiator:

Other

Fleet Management

Department

1.0 PURPOSE/SCOPE: This action will allow the Authority to enter into a contract for remanufactured CAT C-9 Turbochargers, as required, for a period of two (2) years.

2.0 DESCRIPTION/JUSTIFICATION: The Authority has an ongoing need to replace CAT C-9 turbochargers used on the 2600 and 2580 fleet of NABI buses. Periodic replacement is required to ensure required horsepower of diesel engines.

Information Only

3.0 PROCUREMENT BACKGROUND: The Invitation for Bid (IFB) was posted on the GCRTA Procurement web site and advertised in the local newspapers. Two responsive bids were received on December 6, 2012.

Supplier	Anticipated Usage	Unit Cost	Anticipated Cost
	Per year		For 2 years
D & W Diesel	80	\$979.87	\$156,779.20
D & W Diesel	80 - core charge	\$300.00	\$48,000.00
D & W Diesel <b>Total</b>			\$204,779.20
Muncie	80	\$1,339.89	\$214,382.40
Muncie	80 - core charge	\$611.23	\$97,796.80
Muncie <b>Total</b>			\$312,179.20

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 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, Fleet Management Department budget, in an amount not to exceed two hundred four thousand seven hundred seventy-nine & 20/100 dollars (\$204,779.20) for the two-year period. The contract award is approximately 7.3% below the budget estimate.

- 7.0 ALTERNATIVES: <u>Reject all bids</u>. Rejection of this offer could impact the timely repair of CAT C-9 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