RESOLUTION NO. 2012-107

AUTHORIZING CONTRACT NO. 2012-172 FOR THE PURCHASE OF ROCK SALT FROM THE CITY OF CLEVELAND FOR THE WINTER SEASON OF 2012-2013 IN AN AMOUNT NOT TO EXCEED \$120,570.98 (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 2012 - 2013 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, 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 2012-2013 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 December 1, 2012 through April 30, 2013.

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 twenty thousand five hundred seventy & 98/100 dollars (\$120,570.98).

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

Section 5. 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:		Resolution No.:
CONTRACT:	PURCHASE OF ROCK SALT	2012-107
VENDOR:	CITY OF CLEVELAND	Date: December 13, 2012
AMOUNT:	NOT TO EXCEED \$120,570.98	Initiator: Service Management Department
ACTION REQUEST:		
☑ Approval	☐ Review/Comment ☐ Information Only ☐ 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 purchase price of \$44.23 per ton loaded into the Authority's vehicles is based upon a price received by the City of Cleveland through a competitive bid process. This price is 25% lower than the price of \$59.27 per ton paid by GCRTA for the 2011-2012 season. Because of the mild winter of 2011-2012, the total amount of salt purchased and used in the 2011-2012 season was only 1,363 tons. This compares to usage of 2,503 tons in 2010-2011, and 2,125 tons in 2009-2010. Staff estimates usage for 2012-2013 to be 2,726 tons. 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 procurement, storage and loading into our vehicles as required.

- 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, Service Management Department budget in an amount not to exceed one hundred twenty thousand five hundred seventy & 98/100 dollars (\$120,570.98). 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