

RESOLUTION NO. 2013-90

AUTHORIZING CONTRACT NO. 2013-132 WITH MILES ALLOYS, INC. TO PROVIDE RECYCLING OF SCRAP METAL SERVICES AS REQUIRED, FOR A PERIOD OF THREE (3) YEARS WITH AN OPTION FOR ONE (1) ADDITIONAL YEAR (REVENUE GENERATING)

WHEREAS, the Authority from time to time must dispose of scrap metal that accumulates from the operations of the Authority; and

WHEREAS, Section 306.43 (K) of the Ohio Revised Code permits the sale or disposition of property by public auction or competitive procedure; and

WHEREAS, the bid of Miles Alloys, Inc., located at 13800 Miles Avenue, Cleveland, OH 44105, to provide the collection, removal and recycling of scrap metals as required was received on August 22, 2013 in response to a competitive solicitation; and

WHEREAS, the General Manager/Secretary-Treasurer deems the bid of Miles Alloys, Inc., 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 offer of Miles Alloys, Inc., to provide recycling services for the Authority's scrap metal as required for a period of three (3) years with an option for one (1) additional year be and 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 Miles Alloys, Inc., to provide recycling services of scrap metal, as required for a period of three (3) years with an option for one (1) additional year be and the same is hereby accepted.

Section 3. That the proceeds of sale of recycled metals be deposited in the General Fund of the Authority.

Section 4. That said contract shall be binding upon and an obligation of the Authority contingent upon funding 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 2013-036; 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: September 17, 2013



President

Attest: 

CEO, General Manager/Secretary-Treasurer



TITLE/DESCRIPTION: CONTRACT: RECYCLING OF SCRAP METAL, AS REQUIRED VENDOR: MILES ALLOYS, INC. AMOUNT: REVENUE GENERATING	Resolution No.: 2013-90
	Date: September 12, 2013
	Initiator: Fleet Management Department
ACTION REQUEST: <input checked="" type="checkbox"/> Approval Review/Comment Information Only Other _____	

- 1.0 PURPOSE/SCOPE: This action will allow the Authority to enter into a contract for the recycling of its scrap metal, as required for a period of three (3) years with an option for one (1) additional year.

- 2.0 DESCRIPTION/JUSTIFICATION: The Authority has a need to dispose of scrap metals that accumulate as a result of regular business operations. The majority of the excess scrap metal consists of: replaced rail, defective radiators, machine turnings, inoperable rail car electric motors, electric cable and wiring harnesses. The Authority generates approximately 250 gross tons of scrap metal per year. This action will permit the General Manager/Secretary-Treasurer to contract for the recycling of those various metals.

- 3.0 PROCUREMENT BACKGROUND: The Invitation for Bids was advertised in the local newspapers, mailed to potential bidders and posted on the GCRTA web site. Six (6) bids were received on August 22, 2013. The bids are based on the American Metal Market (AMM – Cleveland Index). The bid price reflects the rate, plus or minus the AMM bi-weekly metal cost. The Bid Summary is included as Attachment A - Bid Summary.

 A price analysis was performed by the Procurement Department and it has been determined that the price is fair and reasonable to the Authority.

- 4.0 AFFIRMATIVE ACTION/DBE BACKGROUND: The Office of Business Development does not conduct Affirmative Action reviews or establish goals on revenue generating contracts.

- 5.0 POLICY IMPACT: Does not apply.

- 6.0 ECONOMIC IMPACT: Proceeds from the recycling of the various metals shall be deposited in the General Fund.

- 7.0 ALTERNATIVES: Reject this agreement. Rejection of this resolution will delay the Authority's ability to dispose of excess scrap metals that could impair a clean and safe working environment.

- 8.0 RECOMMENDATION: It is recommended that the offer of Miles Alloys, Inc. be accepted and the resolution passed authorizing the General Manager/Secretary-Treasurer to enter into a contract.
- 9.0 ATTACHMENTS: Attachment A - Bid Summary

Recommended and certified as appropriate to the availability of funds, legal form and conformance with the Procurement requirements.



CEO, General Manager/Secretary-Treasurer

ATTACHMENT A – BID SUMMARY

	Scrap Iron (#1 Heavy Metal)	Machine Turning	Radiators Per Gross Ton	Copper	# 1 Cu Wire Plus	Aluminum
	<u>Per Gross Ton</u>	<u>Per Gross Ton</u>	<u>Per Gross Ton</u>	<u>Per lb.</u>	<u>Per lb.</u>	<u>Per lb.</u>
AMM Posted Price 9/6/2013	\$350.00	\$160.00	\$172.68	\$243.05	\$268.05	\$34.00
Miles Alloys	(+) \$20.00	(+) \$20.00	(+) \$0.20	(+) \$0.20	(+) \$0.20/lb	(+) \$0.20
DeMilita	(-) \$35.00	(+) \$10.00	(+) \$0.30/lb	(+) \$0.25	(+) \$0.25	(+) \$0.10
Northern Ohio Scrap	(+) \$ 5.00	(+) \$5.00	list	list	list	(-) \$0.50
Bay Metal	(-) \$ 50.00	(-) \$25.00	(-) \$25.00	(+) \$0.15	(+) \$0.15	list
B & B Wrecking	(-) \$160.00	(-) \$50.00	(-) \$0.50/lb	(-) \$0.50	(-) \$0.50/lb	(-) \$0.25
FPT-Cleveland	(-) \$97.50	(-) \$ 9.50	(-) \$ 0.45/lb	(-) \$0.15	(-) \$1.15	(-) \$0.05

Gross Ton Equals 2,240 lbs.

Basis of Award: The contract will be awarded based on the lowest discount off the published Cleveland Market price as published in the American Metal Market Scrap Price Bulletin from a responsible and responsive bidder.