

RESOLUTION NO. 2014-102

AUTHORIZING CONTRACT NO. 2014-131 ALSTOM TRANSPORTATION, INC., FOR THE PURCHASE OF 400, 28-INCH STEEL WHEELS FOR HEAVY RAIL VEHICLES, AS SPECIFIED, AT A TOTAL PRICE OF \$446,668.00 (GENERAL FUND, FLEET MANAGEMENT DEPARTMENT BUDGET)

WHEREAS, the Greater Cleveland Regional Transit Authority requires replacement steel wheels for the heavy rail fleet; and

WHEREAS, the bid of ALSTOM Transportation, Inc. located at 1001 Frontenac Road, Naperville, Illinois 60563 was received on September 11, 2014 for the purchase of 400, 28-Inch Steel Wheels for Heavy Rail Vehicles (HRV), as specified, at a unit price of \$1,116.67 for a total contract price of \$446,668.00; and

WHEREAS, the General Manager/Secretary-Treasurer deems the bid of ALSTOM Transportation, Inc. to be the lowest responsive bid from a responsible bidder 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 bid of ALSTOM Transportation, Inc., for the purchase of 400, 28-Inch Steel Wheels for Heavy Rail Vehicles, 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 ALSTOM Transportation, Inc., for the purchase of 400, 28-Inch Steel Wheels for Heavy Rail Vehicles, as specified.

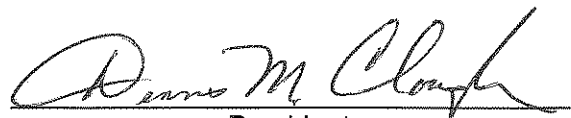
Section 3. That said contract shall be payable from the General Fund, Fleet Management Department budget, for a total contract amount of \$446,668.00

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, if any; the Affirmative Action Plan adopted by the Board of Trustees in Resolution 2013-031; bonding and insurance requirements and all applicable laws relating to contractual obligations of the Authority.

Section 5. That the Greater Cleveland Regional Transit Authority's Board of Trustees expects that ALSTOM Transportation, Inc. will attempt to exceed the 0% DBE goal assigned to this procurement.

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

Adopted: October 21, 2014

  
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President

Attest:   
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CEO, General Manager/Secretary-Treasurer



<b>TITLE/DESCRIPTION:</b> <b>CONTRACT:</b> PURCHASE OF 28-INCH STEEL WHEELS FOR HEAVY RAIL VEHICLES  <b>VENDOR:</b> ALSTOM TRANSPORTATION, INC.  <b>AMOUNT:</b> \$446,668.00	<b>Resolution No.:</b> 2014-102
	<b>Date:</b> October 16, 2014
	<b>Initiator:</b> Fleet Management Department
<b>ACTION REQUEST:</b> <input checked="" type="checkbox"/> Approval <input type="checkbox"/> Review/Comment <input type="checkbox"/> Information Only <input type="checkbox"/> Other _____	

- 1.0 **PURPOSE/SCOPE:** This action will allow the Authority to enter into a contract for the purchase of 400, 28-Inch Steel Wheels for Heavy Rail Vehicles (HRV), as specified.
- 2.0 **DESCRIPTION/JUSTIFICATION:** Steel wheels are a consumable part of the Tokyu HRV fleet. When the wheels are new, they have an outside diameter that measures 28". In service, the wheels develop flat spots. When this occurs, the surface of the wheels must be ground to ensure proper sizing per axle. The maximum a wheel can be ground to is 26" in diameter. Thereafter it must be replaced. This procedure ensures less wear on the gearboxes and other mechanical parts of the fleet and provides a smoother and safer ride for GCRTA's customers.
- 3.0 **PROCUREMENT BACKGROUND:** An Invitation for Bid was posted on the GCRTA website and advertised in the local newspapers, as required. Two (2) bids were received on September 11, 2014 for the purchase of 400, 28-Inch Steel Wheels for Heavy Rail Vehicles from:

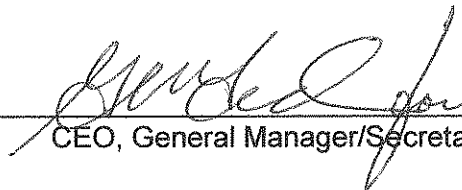
	<u>Per Wheel</u>	<u>Total Cost</u>
ALSTOM Transportation, Inc.	\$1,116.67	\$446,668.00
ORX	\$1,793.00	\$717,200.00

A price analysis has been performed and the Procurement Department has determined that the prices submitted by ALSTOM Transportation, Inc., is 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 a lack of certified DBE firms.
- 5.0 **POLICY IMPACT:** Does not apply.
- 6.0 **ECONOMIC IMPACT:** That said contract shall be payable from the General Fund, Fleet Management Department budget, in an amount not to exceed \$446,668.00. This amount is 7% below the estimate for this purchase.

- 7.0 ALTERNATIVES: Reject this offer. Rejection of this offer would delay the purchase of the steel wheels and risk not having wheels available to meet the needs of the Authority in a timely manner. Also, rejection of this bid may impact the safety of our customers, operators, and the service goals of the Authority.
- 8.0 RECOMMENDATION: It is recommended that the offer of ALSTOM Transportation, 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.

  
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CEO, General Manager/Secretary-Treasurer