

RESOLUTION NO. 2014-104

RATIFYING AN INCREASE FOR THE PURCHASE OF ROCK SALT FROM THE CITY OF CLEVELAND DURING THE 2013-2014 WINTER SEASON, IN THE AMOUNT OF \$34,262.51 FOR A TOTAL CONTRACT AMOUNT OF \$118,346.51 (GENERAL FUND, SERVICE MANAGEMENT DEPARTMENT BUDGET)

WHEREAS, on October 29, 2013, a purchase order was issued to the City of Cleveland for the purchase of rock salt for the 2013-2014 winter season in the amount of \$84,084.00; and

WHEREAS, due to severe winter conditions additional rock salt was required to maintain a safe environment for the Authority's passengers and employees; and

WHEREAS, the City of Cleveland supported the Authority's additional rock salt requirements and is requesting payment on the outstanding balance in the amount of \$34,262.51 for a total contract amount of \$118,346.51; and

WHEREAS, an increase in the amount of \$34,262.51 to the rock salt purchase requires approval by the Board of Trustees; and

WHEREAS, the General Manager/Secretary-Treasurer deems acceptance of the amount to be in the best interest of the Authority and recommends the acceptance and ratification 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 increase from the City of Cleveland for the purchase of additional rock salt is hereby accepted.

Section 2. That the General Manager/Secretary-Treasurer of the Authority be and he is hereby authorized to modify the contract with the City of Cleveland for providing additional rock salt for the 2013-2014 winter season.


Section 3. That said increase shall be payable from the General Fund, Service Management Department budget, in an amount of \$34,262.51 for a total contract amount of \$118,346.51.

Section 4. That said increase 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 all other terms and conditions of the purchase order shall remain unchanged.

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

Adopted: October 21, 2014



President

Attest: 

CEO, General Manager/Secretary-Treasurer



TITLE/DESCRIPTION: CONTRACT: RATIFYING AN INCREASE FOR THE PURCHASE OF ROCK SALT FROM THE CITY OF CLEVELAND DURING THE 2013-2014 WINTER SEASON VENDOR: CITY OF CLEVELAND AMOUNT: \$34,262.51 FOR TOTAL AMOUNT OF \$118,346.51	Resolution No.: 2014-104
	Date: October 16, 2014
	Initiator: Service Management Department
ACTION REQUEST: <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 ratify an increase to the purchase order with the City of Cleveland for rock salt during the 2013-2014 winter season.
- 2.0 **DESCRIPTION/JUSTIFICATION:** The Authority requires rock salt to remove snow and ice from the various facilities. It was determined that purchasing the rock salt from the City of Cleveland was the most effective and efficient manner of obtaining the material. A purchase order was issued because the estimated expenditure was less than \$100,000.00. Due to increased need for rock salt, the expenditure exceeded the small purchase threshold.
- 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 Authority estimated its requirement for rock salt for the 2013-2014 winter season to be approximately 2200 tons. A purchase order was issued to the City of Cleveland, October 29, 2013 for the furnishing of up to 2,200 tons of rock salt at \$38.22 per ton for a total purchase order amount of \$84,084.00. Due to the severe winter the Authority's used 3096 tons of rock salt from December 1, 2013 through April 30, 2014. This increase of \$34,262.51 exceeds the \$100,000 small purchase dollar threshold which requires Board of Trustee approval. This Resolution requests that the Board of Trustees ratify that expenditure for a total purchase order amount of \$118,346.51. A cost and 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:** Does not apply.
- 5.0 **POLICY IMPACT:** Does not apply.
- 6.0 **ECONOMIC INMPACT:** This increase shall be payable from the General Fund, Service Management Department budget in amount of \$34,262.51 for a total amount of \$118,346.51.
- 7.0 **ALTERNATIVES:** Reject this ratification. Rejection of this ratification may impact the Authority's ability to contract with the City of Cleveland for future rock salt requirements.

- 8.0 RECOMMENDATION: It is recommended that this ratification be accepted and the resolution passed authorizing the General Manager/Secretary Treasurer to modify the purchase order.
- 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