RESOLUTION NO. 2014-105

AUTHORIZING CONTRACT NO. 2014-149 FOR THE PURCHASE OF ROCK SALT FROM THE CITY OF CLEVELAND FOR THE 2014-2015 WINTER SEASON IN AN AMOUNT NOT TO EXCEED \$150,000.00 (GENERAL FUND, SERVICE MANAGEMENT DEPARTMENT BUDGET)

WHEREAS, rock salt is necessary to remove snow and ice from various Authority properties during the 2014-2015 winter season; and

WHEREAS, FTA Circular 4220.1F and Ohio Revised Code Section 306.43 (H)(4) encourage intergovernmental purchases; and

WHEREAS, the City of Cleveland purchases large quantities of salt through the ODOT Cooperative Purchasing Agreement; and

WHEREAS, the City of Cleveland has offered to provide rock salt in quantities sufficient to meet the Authority's requirements in an amount not to exceed \$150,000.00; and

WHEREAS, the General Manager/Secretary-Treasurer deems the offer of the City of Cleveland to be advantageous to 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 from the City of Cleveland to provide rock salt to the Authority for the period December 1, 2014 through April 30, 2015 is hereby accepted.

Section 2. That the General Manager/Secretary-Treasurer be and he is hereby authorized to enter into a contract with the City of Cleveland for the purchase of rock salt for the period December 1, 2014 through April 30, 2015.

Section 3. That said contract shall be payable from the General Fund, Service Management Department budget in an amount not to exceed \$150,000.00.

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 No. 2013-031; 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: October 21, 2014

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.:
	PURCHASE OF ROCK SALT CITY OF CLEVELAND	2014-105 Date: October 16, 2014
AMOUNT:	NTE \$150,000.00	Initiator: Service Management Department
ACTION REQUEST:		
Approval	□ Review/Comment □ Information Only □ Other	

- 1.0 PURPOSE/SCOPE: This action 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. The City of Cleveland has provided rock salt to the Authority in the past. By purchasing rock salt from the City of Cleveland, the Authority continues to eliminate the need for on-site storage facilities, additional heavy loading equipment and additional personnel to load the salt onto the Authority's spreading vehicles. The Authority estimates it will use approximately 1900 tons of rock salt during the 2014-2015 winter season.
- 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 City of Cleveland conducted a competitive solicitation and elected to procure their rock salt for the 2014-2015 season through the ODOT Cooperative Purchasing Agreement. Section 5513.01 (B) of the Ohio Revised Code permits political subdivisions to participate in the ODOT Cooperative Purchasing Program. ODOT's cost for rock salt is \$55.25 per ton, and the City of Cleveland adds a charge of \$23.46 per ton charge for storage and loading. The total cost to the Authority for rock salt for the 2014-2015 winter season will be \$78.71 per ton. The 2014-2015 cost represents a 100% price increase over last season pricing due to the reduced availability of rock salt.

A price analysis was performed and the Procurement Department has determined the price offered by the City to be 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 IMPACT: This procurement will be funded through the General Fund, Service Management Department budget, in an amount not to exceed \$150,000.00. This cost is within Service Management's budget dedicated for salt, snow and ice removal for the 2014-2015 season.

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- 7.0 ALTERNATIVES: Reject this offer. Rejection of this offer would impact the Authority's ability to efficiently and effectively supply rock salt to the district for the 2014-2015 winter season.
- 8.0 RECOMMENDATION: It is recommended that the offer from the City of Cleveland 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