

RESOLUTION NO. 2018-6

AUTHORIZING CONTRACT NO. 2017-152 WITH OHIO MACHINERY CO. dba OHIO CAT FOR THE PURCHASE OF SEVEN (7) NEW CATERPILLAR ("CAT") C-9 DIESEL ENGINES, AS SPECIFIED AND AS REQUIRED, IN AN AMOUNT NOT TO EXCEED \$126,000.00 (RTA DEVELOPMENT FUND, FLEET MANAGEMENT DEPARTMENT BUDGET)

WHEREAS, the Authority has a need to replace Caterpillar C-9 diesel engines on the 2900 New Flyer bus fleet; and

WHEREAS, the bid of Ohio Machinery Co. dba Ohio CAT located at 3993 East Royalton Road, Broadview Heights, Ohio 44147 to furnish seven (7) new Caterpillar ("CAT") C-9 engines for transit application at a total price not to exceed \$126,000.00, was received on December 28, 2017; and

WHEREAS, the CEO, General Manager/Secretary-Treasurer deems the bid of Ohio Machinery Co. dba Ohio CAT 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 Ohio Machinery Co. dba Ohio CAT for the furnishing of seven (7) new Caterpillar (CAT) C-9 engines for transit application, be and the same is hereby accepted.

Section 2. That the CEO, General Manager/Secretary-Treasurer be and he is hereby authorized to enter into a contract with Ohio Machinery Co. dba Ohio CAT for the furnishing of seven (7) new Caterpillar (CAT) C-9 engines for transit application, as specified and as required.

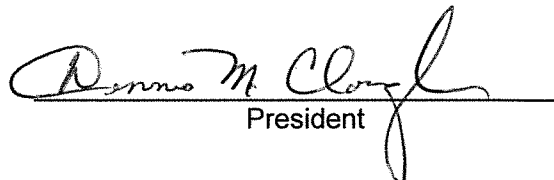
Section 3. This procurement will be funded through the RTA Development Fund, Fleet Management Department budget, including but not limited to Grant Award OH-90-X809 in an amount not to exceed \$126,000.00 (\$100,800.00 in Federal Funds which is 80% of the purchase).

Section 4. That said contract shall be binding upon and an obligation of the Authority contingent upon funding and compliance by the contractor to the Specifications and Addenda, if any; the Affirmative Action Plan adopted by the Board of Trustees in Resolution No. 2015-76; 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 Ohio Machinery Co. dba Ohio CAT will attempt to exceed the 0% minimum DBE goal assigned to this procurement.

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

Adopted: January 16, 2018



President


Attest: 

CEO, General Manager/Secretary-Treasurer

8.0 RECOMMENDATION: It is recommended that the offer of Ohio Machinery Co. dba Ohio CAT be accepted and the resolution passed authorizing the CEO, 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



TITLE/DESCRIPTION: CONTRACT: SEVEN (7) NEW CATERPILLAR ("CAT") C-9 DIESEL ENGINES VENDOR: OHIO MACHINERY CO. dba OHIO CAT AMOUNT: TOTAL PRICE OF \$126,000.00	Resolution No.: 2018-6
	Date: January 11, 2018
	Initiator: Fleet 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 resolution will allow the Authority to enter into a contract for the purchase of seven (7) new Caterpillar ("CAT") C-9 engines for transit application.
- 2.0 **DESCRIPTION/JUSTIFICATION:** This is a procurement for replacement engine assemblies used on the Authority's 2900 New Flyer bus fleet. Caterpillar discontinued manufacturing the C-9 engine for transit applications in 2008. The closing of the Caterpillar distributorship has made several CAT C-9 engines for transit applications available for purchase.
- 3.0 **PROCUREMENT BACKGROUND:** The Invitation for Bid ("IFB") was posted on the GCRTA Procurement web site and advertised in the local newspapers. Eight interested parties downloaded the solicitation package. One (1) responsive bid was received on December 28, 2017. Ohio Machinery Co. dba Ohio CAT, the primary supplier of Caterpillar parts in northeast Ohio, submitted the only bid to the Authority. Several suppliers that distribute Caterpillar parts were contacted in an attempt to obtain competitive bids. No other suppliers were able to quote CAT C-9 engines for transit application. Ohio Machinery Co. has been determined by the Procurement Department to be a responsible bidder.

 After negotiation with the single bidder, a unit price of \$18,000.00 for a total contract price of \$126,000.00 was reached. A price analysis has been performed and the Procurement Department has determined that this negotiated price is fair and reasonable to the Authority.
- 4.0 **AFFIRMATIVE ACTION/DBE BACKGROUND:** All Affirmative Action requirements have been met. A 0% DBE participation 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 RTA Development Fund, Fleet Management Department budget, including but not limited to Grant Award OH-90-X809, in an amount not to exceed \$126,000.00 (\$100,800.00 in Federal Funds which is 80% of the total cost). The bid price is approximately 37% below the budget estimate.
- 7.0 **ALTERNATIVES:** Reject this offer. Rejection of this offer would cause delays in the maintenance of the bus fleet and impact service quality.