

RESOLUTION NO. 2018-108

AUTHORIZING CONTRACT NO. 2018-112 WITH TRANSIT SOURCING SERVICES, INC., FOR THE FURNISHING OF UP TO 800 TOKYU HEAVY RAIL VEHICLE 28 INCH STEEL WHEELS, AS SPECIFIED AND REQUIRED, FOR A PERIOD OF THREE (3) YEARS, IN AN AMOUNT NOT TO EXCEED \$667,000.00 (GENERAL FUND, FLEET MANAGEMENT DEPARTMENT BUDGET)

WHEREAS, the Greater Cleveland Regional Transit Authority has recurring requirements for replacement of 28 inch steel wheels on Heavy Rail Vehicles (HRV); and

WHEREAS, the bid of Transit Sourcing Services, Inc., located at 4489 Triumph Drive, SW, Concord, NC 28027, for the furnishing of up to 800 HRV 28 inch steel wheels, as specified and required, for a period of three years, for a total contract amount not to exceed \$667,000.00, was received on November 14, 2018; and

WHEREAS, the Interim CEO, General Manager/Secretary-Treasurer deems the bid of Transit Sourcing Services, 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 Transit Sourcing Services, Inc., for the furnishing of up to 800 HRV 28 inch steel wheels, as specified and required, for a period of three years, be and the same is hereby accepted.

Section 2. That the Interim CEO, General Manager/Secretary-Treasurer of the Authority be and he is hereby authorized to enter into a contract with Transit Sourcing Services, Inc., for the furnishing of up to 800 HRV 28 inch steel wheels, as specified and required, for a period of three years.

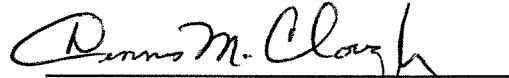
Section 3. That said contract shall be payable from the General Fund, Fleet Management Department budget, for a total contract amount not to exceed \$667,000.00 for a period of three years.

Section 4. That said contract shall be binding upon and an obligation of the Authority contingent upon future funding, 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 Transit Sourcing Services, Inc., 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: December 18, 2018



President

Attest: 

Interim CEO, General Manager/Secretary-Treasurer



TITLE/DESCRIPTION: CONTRACT: FURNISHING OF TOKYU HEAVY RAIL VEHICLE 28 INCH STEEL WHEELS, AS SPECIFIED AND REQUIRED, FOR A PERIOD OF THREE YEARS VENDOR: TRANSIT SOURCING SERVICES, INC. AMOUNT: \$667,000.00	Resolution No.: 2018-108
	Date: December 13, 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 furnishing of Tokyu Heavy Rail Vehicle (HRV) 28 inch steel wheels, as specified and required, for a period of three years.
- 2.0 **DESCRIPTION/JUSTIFICATION:** The Authority has an ongoing need to replace the 28 inch HRV steel wheels due to normal wear that occurs during train service. As part of the HRV's regular maintenance, HRV wheels are measured and machined to return the wheel's profile back into tolerance. When a wheel's diameter falls below 26 inches, it can no longer be machined and must be replaced.
- 3.0 **PROCUREMENT BACKGROUND:** The Invitation for Bid ("IFB") was posted on the Procurement section of the Authority's web site and advertised in the local newspapers. Seventeen interested parties downloaded the solicitation package. Five responsive bids were received on November 14, 2018 as follows:

Transit Sourcing Services (TSS)				
Description	Quantity	Manufacturer's Name & Part Number	Unit Cost	Extended Cost
2019 Delivery HRV Steel Wheels, as specified	400	2706000	\$810.00	\$324,000.00
2020 Delivery HRV Steel Wheels, as specified	200	2706000	\$845.00	\$169,000.00
2021 Delivery HRV Steel Wheels, as specified	200	2706000	\$870.00	\$174,000.00
			TOTAL	\$667,000.00

ALSTOM				
Description	Quantity	Manufacturer's Name & Part Number	Unit Cost	Extended Cost
2019 Delivery HRV Steel Wheels, as specified	400	DTR0000366973	\$948.56	\$379,424.00
2020 Delivery HRV Steel Wheels, as specified	200	DTR0000366973	\$948.56	\$189,712.00
2021 Delivery HRV Steel Wheels, as specified	200	DTR0000366973	\$948.56	\$189,712.00
			TOTAL	\$758,848.00

CAF MIIRA				
Description	Quantity	Manufacturer's Name & Part Number	Unit Cost	Extended Cost
2019 Delivery HRV Steel Wheels, as specified	400	XA000449	\$998.00	\$399,200.00
2020 Delivery HRV Steel Wheels, as specified	200	XA000449	\$1,024.00	\$204,800.00
2021 Delivery HRV Steel Wheels, as specified	200	XA000449	\$1,042.00	\$208,400.00
			TOTAL	\$812,400.00

PENN MACHINE				
Description	Quantity	Manufacturer's Name & Part Number	Unit Cost	Extended Cost
2019 Delivery HRV Steel Wheels, as specified	400	567299	\$1,350.00	\$540,000.00
2020 Delivery HRV Steel Wheels, as specified	200	567299	\$1,343.35	\$268,670.00
2021 Delivery HRV Steel Wheels, as specified	200	567299	\$1,395.65	\$279,130.00
			TOTAL	\$1,087,800.00

ORX				
Description	Quantity	Manufacturer's Name & Part Number	Unit Cost	Extended Cost
2019 Delivery HRV Steel Wheels, as specified	400	WHEL-31-5372	\$1,366.00	\$546,400.00
2020 Delivery HRV Steel Wheels, as specified	200	WHEL-31-5372	\$1,366.00	\$273,200.00
2021 Delivery HRV Steel Wheels, as specified	200	WHEL-31-5372	\$1,366.00	\$273,200.00
			TOTAL	\$1,092,800.00

The Basis of Award is the lowest responsive bid from a responsible bidder. Transit Sourcing Services, Inc. was determined to be a responsible bidder. A price analysis has been performed and the Procurement Department has determined the price from Transit Sourcing Services, Inc. to be 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 the lack of certified DBE firms.
- 5.0 **POLICY IMPACT:** Does not apply.

- 6.0 **ECONOMIC IMPACT:** This procurement will be funded through the General Fund, Fleet Management Department budget, in an amount not to exceed \$667,000.00 for a period of three years. The contract award is approximately 24% above the estimate for this purchase. Contributing factors for this difference include increase in demand and lack of production capacity.
- 7.0 **ALTERNATIVES:** Reject this offer. Rejection of this offer would require the Authority to buy wheels at a higher price and impact service to customers.
- 8.0 **RECOMMENDATION:** It is recommended that the bid of Transit Sourcing Services, Inc. be accepted and the resolution passed authorizing the Interim 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.



Interim CEO, General Manager/Secretary-Treasurer