

RESOLUTION NO. 2019-96

AUTHORIZING CONTRACT NO. 2019-105 WITH CUMMINS INC, (dba CUMMINS SALES AND SERVICE) FOR THE FURNISHING OF NINE (9) CUMMINS ISLG ENGINES, AS SPECIFIED AND AS REQUIRED, FOR A PERIOD OF ONE YEAR IN AN AMOUNT NOT TO EXCEED \$331,090.47 (RTA DEVELOPMENT FUND, FLEET MANAGEMENT DEPARTMENT BUDGET)

WHEREAS, the Authority has identified the need to provide the Fleet Management Department with a supply of drop in ready engines to start the Engine/Transmission Rebuild Program on the 3300 Bus Fleet; and

WHEREAS the bid of Cummins, Inc. (dba Cummins Sales and Service) located at 755 Northfield Road, Cleveland, Ohio 44146 for the furnishing of nine (9) Cummins ISLG engines, as specified and as required, for a period of one year, was received on August 15, 2019 and, following negotiations, a unit price of \$36,787.83 was agreed upon, for a total contract amount not to exceed \$331,090.47; and

WHEREAS, the General Manager, Chief Executive Officer of the Authority deems the bid of Cummins, Inc. (dba Cummins Sales and Service) 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 Cummins, Inc. (dba Cummins Sales and Service) for the furnishing of nine (9) Cummins ISLG engines, as specified and as required, for a period of one year, be and the same is hereby accepted.

Section 2. That the General Manager, Chief Executive Officer of the Authority be and she is hereby authorized to enter into a contract with Cummins, Inc. (dba Cummins Sales and Service) for the furnishing of nine (9) Cummins ISLG engines, as specified and as required, for a period of one year.

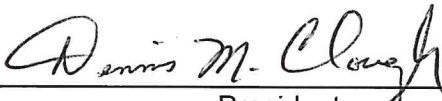
Section 3. That said contract shall be payable from the RTA Development Fund, Fleet Management Department budget, including but not limited to FTA capital Grant OH-90-X823, for a total contract amount not to exceed \$331,090.47 (\$264,872.83 in Federal funds which represents 80% of the total cost) for a period of one year.

Section 4. That said contract shall be binding upon and an obligation of the Authority contingent upon future funds, 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 Cummins, Inc. (dba Cummins Sales and Service) 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: September 24, 2019



President

Attest: 

Interim Secretary-Treasurer



TITLE/DESCRIPTION: CONTRACT: FURNISHING OF NINE (9) CUMMINS ISLG ENGINES, AS SPECIFIED AND AS REQUIRED, FOR A PERIOD OF ONE YEAR VENDOR: CUMMINS INC, (dba CUMMINS SALES AND SERVICE) AMOUNT: NOT TO EXCEED \$331,090.47	Resolution No.: 2019-96
	Date: September 19, 2019
	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 authorize the Authority to enter into a contract for the furnishing of nine (9) Cummins ISLG engines, as specified and as required, for a period of one year.

2.0 **DESCRIPTION/JUSTIFICATION:** The Authority has a need to provide the Fleet Management Department with a supply of drop in ready engines to start the Engine/Transmission Rebuild Program on the Authority's 3300 Bus Fleet.

3.0 **PROCUREMENT BACKGROUND:** The Invitation for Bid (IFB) was posted on the GCRTA Procurement web site and advertised in the local newspapers. Seven interested parties downloaded the solicitation package. One responsive bid was received and opened on August 15, 2019. The bid of Cummins, Inc. (dba Cummins Sales and Service) has been determined by the Procurement Department to be the lowest responsive bid from a responsible bidder.

In all sealed bid procurements, the award of contracts shall be to the lowest responsive bid from a responsible bidder. For a single responsive bid situation, negotiations of price may be undertaken. After negotiations, a unit price of \$36,787.83 for a total contract price not to exceed \$331,090.47 was agreed upon for the purchase of nine (9) Cummins ISLG engines, as specified and as required, for a period of one year.

A price analysis has been performed and the Procurement Department has determined the price submitted by Cummins, Inc. (dba Cummins Sales and Service) 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 RTA Development Fund, Fleet Management Department budget, including but not limited to FTA Capital Grant OH-90-X823, for a total contract amount not to exceed \$331,090.47 (\$264,872.83 in Federal funds which represents 80% of the total cost) for a period of one year. The bid price is approximately 2% above the budget estimate.

- 7.0 ALTERNATIVES: Reject this bid. Rejection of this offer would cause delays in the maintenance of the Authority's 3300 Bus Fleet and impact service quality.
- 8.0 RECOMMENDATION: It is recommended that the bid of Cummins, Inc. (dba Cummins Sales and Service) be accepted and the resolution passed authorizing the General Manager, Chief Executive Officer 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.



General Manager, Chief Executive Officer