## RESOLUTION NO. 2014-68

AUTHORIZING CONTRACT NO. 2014-84 WITH D & W DIESEL, INC. FOR THE FURNISHING OF REMANUFACTURED DETROIT DIESEL SERIES 50 TURBOCHARGERS, AS REQUIRED, FOR A PERIOD OF TWO (2) YEARS FOR A TOTAL CONTRACT AMOUNT NOT TO EXCEED \$717,000.00 (GENERAL FUND, FLEET MANAGEMENT DEPARTMENT BUDGET)

WHEREAS, the Greater Cleveland Regional Transit Authority requires the replacement of Detroit Diesel Series 50 EGR remanufactured turbochargers, as required; and

WHEREAS, the bid of D & W Diesel, Inc. with offices at 14201 Industrial Avenue, South, Cleveland, OH 44137, for the furnishing of Detroit Diesel Series 50 remanufactured turbochargers, as required, for a period of two (2) years, was received on July 10, 2014; and

WHEREAS, said bid was the lowest responsive and responsible bid received in response to the solicitation; and

WHEREAS, the General Manager/Secretary-Treasurer deems the bid of D & W Diesel, Inc. to be a responsive bid from a responsible bidder for the furnishing of remanufactured turbochargers as required, for a two (2) year period 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 D & W Diesel, Inc. for the furnishing of Detroit Diesel Series 50 remanufactured turbochargers is hereby accepted.
- Section 2. That the General Manager/Secretary-Treasurer of the Authority be and he is hereby authorized to enter into a contract with D & W Diesel, Inc. for the furnishing of Detroit Diesel Series 50 remanufactured turbochargers, as required, for a period of two (2) 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 \$717,000.00 for a period of two (2) years.
- Section 4. That said contract shall be binding upon and an obligation of the Authority, contingent upon appropriation of funds for future years, 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 the Greater Cleveland Regional Transit Authority's Board of Trustees expects that D & W Diesel, 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: August 19, 2014

President

Attest:

CEO, General Manager/Secretary-Treasurer

Form 100-326 07-03-97



## **Greater Cleveland Regional Transit Authority** STAFF SUMMARY AND COMMENTS

CONTRACT:	FURNISHING OF REMANUFACTURED DETROIT	201
	DIESEL SERIES 50 TURBOCHARGERS FOR A	-
	PERIOD OF TWO (2) YEARS	Dat

ERIOD OF TWO (2) YEARS

**VENDOR:** D & W DIESEL INC.

NOT TO EXCEED \$717,000.00

AMOUNT:

Resolution	No.:
2014-68	
Date:	
August 14,	2014

Initiator:

Fleet Management

Department

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M	Approval		Review/Comment
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- 1.0 PURPOSE/SCOPE: This action will allow the Authority to enter into a contract for remanufactured Detroit Diesel Series 50 Turbochargers, as required, for a period of two (2) vears.
- 2.0 DESCRIPTION/JUSTIFICATION: The Authority has an on-going need to replace defective Detroit Diesel Series 50 turbochargers used on the 2200, 2300 and 2500 fleet of NABI buses. A turbocharger is a turbine-driven forced induction devise that increases an engine's efficiency and power by forcing extra air into the combustion chamber. Periodic replacement is necessary to ensure required horsepower of diesel engines.
- PROCUREMENT BACKGROUND: The Invitation for Bid (IFB) was posted on the GCRTA Procurement web site and advertised in the local newspapers. Two bids were received on July 10, 2014 as follows:

Supplier	Anticipated Usage For 2 yrs.	Unit Cost	Anticipated Cost For 2 yrs
D & W Diesel	(160 yr. 1) (140 yr. 2) 300 Total	\$2,390.00	\$717,000.00
W.W. Williams	(160 yr. 1) (140 yr. 2) 300 Total	\$2,504.95	\$751,485.00

A price analysis has been performed and the Procurement Department has determined the price of D & W Diesel, 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.
- ECONOMIC IMPACT: This procurement will be funded through the General Fund, Fleet Management Department budget, in an amount not to exceed \$717,000.00 for the two-year period. The contract award is approximately 18.5% above the budget estimate.
- 7.0 ALTERNATIVES: Reject all bids. Rejection of this offer could impact the timely repair of Series 50 turbochargers, which could impact service quality.

- 8.0 RECOMMENDATION: It is recommended that the bid of D & W Diesel, Inc. 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.

MUOK For JAC CEO, General Manager/Secretary-Treasurer