RESOLUTION NO. 2018-43

AUTHORIZING CONTRACT NO. 2018-26 WITH GILLIG LLC FOR THE FURNISHING OF 110, 150K PREDICTIVE MAINTENANCE KITS, AS SPECIFIED AND AS REQUIRED, FOR A PERIOD OF ONE YEAR IN AN AMOUNT NOT TO EXCEED \$511,498.90 (GENERAL FUND, FLEET MANAGEMENT DEPARTMENT BUDGET)

WHEREAS, the Authority has a recurring need to perform predictive maintenance on its fleet of Gillig CNG vehicles; and

WHEREAS, the Authority requires kitted service parts that will be installed on its fleet of Gillig CNG coaches at 150,000 mile intervals, which is in compliance with the Authority's Predictive Maintenance Program Plan; and

WHEREAS, the bid of Gillig LLC, located at 25972 Eden Landing Road, Hayward, CA 94545, for the furnishing of 110, 150K Predictive Maintenance Kits, as specified and as required, at a unit price of \$4,999.99 for a total contract amount not to exceed \$549,998.90 for a period of one year, was received on March 22, 2018; and

WHEREAS, Section 306.43(B) of the Ohio Revised Code states that when fewer than two responsive bids are received, a regional transit authority may negotiate price with the sole responsive and responsible bidder; and

WHEREAS, after negotiations, a unit price of \$4,649.99, for a total contract amount not to exceed \$511,498.90, was agreed upon; and

WHEREAS, the CEO, the General Manager/Secretary-Treasurer deems the bid of Gillig LLC 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 Gillig LLC for the furnishing of up to 110, 150K Predictive Maintenance Kits, as specified and as required, for a period of one year, 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 Gillig LLC for the furnishing of these kits at a unit price of \$4,649.99, as specified and as required, for a period of one year.
- Section 3. That said contract shall be payable from the General Fund, Fleet Management Department budget, for a total contract amount not to exceed \$511,498.90 for a period of one year.
- 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. 2015-76; bonding and insurance requirements and all applicable laws relating to contractual obligations of the Authority.

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Section 5. That the Greater Cleveland Regional Transit Authority's Board of Trustees expects that Gillig LLC 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: May 15, 2018

President

Attest:

CEO, General Manager/Secretary-Treasurer

Form 100-326 07-03-97



Greater Cleveland Regional Transit Authority STAFF SUMMARY AND COMMENTS

TITLE/DESCRIPTION: CONTRACT: 150K PREDICTIVE MAINTENANCE KITS		Resolution No.: 2018-43
VENDOR:	GILLIG LLC.	Date: May 10, 2018
AMOUNT:	\$511,498.90 FOR A PERIOD OF ONE YEAR	Initiator: Fleet 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 for the furnishing of up to 110, 150K Predictive Maintenance Kits for its fleet of Gillig CNG coaches, as specified and as required, for a period of one year.
- 2.0 DESCRIPTION/JUSTIFICATION: This procurement will provide kitted service parts that the Authority will install on its fleet of Gillig CNG coaches at 150,000 mile intervals, which is in compliance with the Authority's Predictive Maintenance Program Plan.
- 3.0 PROCUREMENT BACKGROUND: The Invitation for Bid ("IFB") was posted on the GCRTA Procurement web site and advertised in the local newspapers. Twelve interested parties downloaded the solicitation package. One responsive and responsible bid was received from a responsible bidder, Gillig LLC on March 22, 2018 at a unit price of \$4,999.99, resulting in a total contract bid price of \$549,998.90. Section 306.43(B) of the Ohio Revised Code states that when fewer than two responsive bids are received, a regional transit authority may negotiate price with the sole bidder. After negotiations, the unit price was reduced to \$4,649.99, resulting in a new total contract bid price of \$511,498.90 for 110, 150 K Predictive Maintenance Kits for a period of one year.
 - A price analysis has been performed and the Procurement Department has determined the negotiated unit price submitted by Gillig LLC to be 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 General Fund, Fleet Management Department budget, in an amount not to exceed \$511,498.90 for a period of one year. The contract award is approximately 16% below the budget estimate of \$611,142.00.
- 7.0 ALTERNATIVES: <u>Reject this offer</u>. Rejection of this offer would negatively impact the Authority's Predictive Maintenance Program and ultimately impact service to customers.
- 8.0 RECOMMENDATION: It is recommended that the bid of Gillig LLC be accepted and the resolution passed authorizing the CEO, General Manager/Secretary-Treasurer to enter into a contract.

Staff Summary & Comments 150K Kits Page 2

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