ITEM NO.: PATCO-14-024

SUBJECT: Procurement and Delivery of Eighty (80) Machined Axles for PATCO

COMMITTEE: Operations & Maintenance

COMMITTEE MEETING DATE: June 13, 2014

BOARD ACTION DATE: June 19, 2014

PROPOSAL: That the Board of Commissioners authorizes staff to negotiate a contract with ORX for the procurement and delivery of eighty (80) machined axles.

Amount: $181,280.00

Contractor: ORX
One Park Avenue
Tipton, PA 16684

Other Bidders: Penn Machine $204,800.00
R&W Machine $235,760.00
White Marine, Inc. No Bid
Standard Forged Products No Bid
Progress Rail Services No Bid

PURPOSE: To procure axles for use in overhauled Transit Car trucks. Axles are reused when possible; these axles will replace those not qualified for reuse. Installation of axles is done by PATCO as part of the Truck Overhaul.

BACKGROUND: The 2014 budget includes funds for overhaul of PATCO Transit Car trucks. Axles are a component of the trucks and are re-used if they pass inspection and test. These axles will replace the axles that fail inspection. Axles are a critical component of the Transit Cars.

On April 23, 2014, Requests for Bid were sent to six (6) suppliers potentially capable of providing this material. The procurement was also publicly advertised on the DRPA web site from April 23 through May 13, 2014. Six (6) responses were received, including three (3) no-bids. The low bid was submitted by ORX in the total amount of $181,280.00.

It is recommended that a contract be negotiated for the procurement and delivery of eighty (80) machined axles with ORX in the total
amount of $181,280.00. Upon approval of the Board, a contract will be negotiated with ORX to provide the machined axles as required.

<table>
<thead>
<tr>
<th>SUMMARY:</th>
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<tbody>
<tr>
<td>Amount</td>
<td>$181,280.00</td>
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<tr>
<td>Source of Funds:</td>
<td>General Fund</td>
</tr>
<tr>
<td>Capital Project#:</td>
<td>N/A</td>
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<tr>
<td>Operating Budget:</td>
<td>$181,280.00</td>
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<tr>
<td>Master Plan Status:</td>
<td>N/A</td>
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<tr>
<td>Other Fund Sources:</td>
<td>N/A</td>
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<tr>
<td>Duration of Contract:</td>
<td>N/A</td>
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<td>Other Parties:</td>
<td>N/A</td>
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RESOLUTION

RESOLVED: That the Board hereby authorizes staff to negotiate a procurement agreement with ORX for the procurement and delivery of eighty (80) machined axles for a total cost not to exceed $181,280.00; and be it further

RESOLVED: That the Chair, Vice Chair and the President must approve and are hereby authorized to approve and execute all necessary agreements, contracts, or other documents on behalf of the PATCO. If such agreements, contracts, or other documents have been approved by the Chair, Vice Chair and President and if thereafter either the Chair or Vice Chair is absent or unavailable, the remaining Officer may execute the said document(s) on behalf of PATCO. If both the Chair and Vice Chair are absent or unavailable, and any agreement or agreements need to be executed during their absence, then the President may execute on behalf of PATCO.

SUMMARY:
Amount $181,280.00
Source of Funds: General Fund
Capital Project#: N/A
Operating Budget: $181,280.00
Master Plan Status: N/A
Other Fund Sources: N/A
Duration of Contract: N/A
Other Parties: N/A