SUMMARY STATEMENT

ITEM NO.: PATCO-15-028  SUBJECT: Procurement of Replacement Transit Car Wheels for PATCO Revenue Cars

COMMITTEE: Operations & Maintenance

COMMITTEE MEETING DATE: October 6, 2015

BOARD ACTION DATE: October 21, 2015

PROPOSAL: That the Board of Commissioners authorizes staff to negotiate a contract with TSS, Inc. (representing Bonatrans, A.S.: Bohumin, Czech Republic) for the purchase and delivery of 400 transit car wheels for revenue cars.

Amount: $420,080

Contractor: TSS, Inc.
85 Abbottsford Drive
Pinehurst, NC 28374

Other Bidders: Alstom Transport $472,000
Mass Transit No Bid
Standard Steel No Bid
MilBpray MilitaryTech No Bid

PURPOSE: To maintain an inventory of new wheels, to replace wheels worn and condemned for minimum size.

BACKGROUND: The 2015 Capital Budget includes funds for the overhaul of transit car trucks. As part of this project to overhaul transit car trucks, worn transit car wheels are procured, placed in inventory and when withdrawn from inventory, charged against the project. The steel wheels used on the transit cars have a nominal life of approximately 250,000 miles due to normal wear and tear encountered in the day-to-day operations and must be replaced due to a reduction in the size of the wheel.

On July 31, 2015, Requests for Bid were sent to eleven (11) suppliers potentially capable of providing this material. The procurement was also publicly advertised on the DRPA web site from July 31, 2015 through September 23, 2015.

The Bid Opening occurred on September 23, 2015. Five (5) responses were received including three (3) No Bids. The low bid was submitted by
TSS, Inc. in the total amount of $420,800, or $1,050 per wheel. The last procurement of 400 transit car wheels was approved under Board Resolution PATCO-12-003 at a unit price of $1,137.00 per wheel.

It is recommended that a contract be negotiated for the purchase and delivery of 400 Transit Car Wheels with TSS, Inc. in the total amount of $420,800. Upon approval of the Board, a contract will be negotiated with TSS, Inc. to provide the Transit Car Wheels as required.

SUMMARY:

<table>
<thead>
<tr>
<th>Amount</th>
<th>$420,800</th>
</tr>
</thead>
<tbody>
<tr>
<td>Source of Funds</td>
<td>General Fund/Revenue Bonds</td>
</tr>
<tr>
<td>Funding Source</td>
<td>Capital Budget</td>
</tr>
<tr>
<td>Operating Budget</td>
<td>N/A</td>
</tr>
<tr>
<td>Master Plan Status</td>
<td>N/A</td>
</tr>
<tr>
<td>Other Fund Sources</td>
<td>N/A</td>
</tr>
<tr>
<td>Duration of Contract</td>
<td>N/A</td>
</tr>
<tr>
<td>Other Parties</td>
<td>N/A</td>
</tr>
</tbody>
</table>
RESOLUTION

RESOLVED: That the Board hereby authorizes staff to negotiate a purchase agreement with TSS, Inc. for the purchase and delivery of 400 Transit Car Wheels for a total cost not to exceed $420,800; 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: $420,800
Source of Funds: General Fund/Revenue Bonds
Funding Source: Capital Budget
Operating Budget: N/A
Master Plan Status: N/A
Other Fund Sources: N/A
Duration of Contract: N/A
Other Parties: N/A