## ORDINANCE NO. 003-61

AN ORDINANCE DECLARING PUBLIC BIDDING DISADVANTAGEOUS AND AUTHORIZING A CONTRACT FOR ALLISON TRANSMISSION NON-WARRANTY CONTINGENT REPAIRS

WHEREAS, The Chicago Transit Authority ("Authority") has a contract with Jimmy Diesel, Inc. (JDI), for rebuilding Allison automatic bus transmissions; and

WHEREAS, During the warranty period, the Authority sends defective Allison transmissions to JDI for warranty work; and

WHEREAS, Upon testing and/or disassembly, some of these transmissions are mutually determined by JDI and CTA's inspectors to have defects which are not covered under warranty; and

WHEREAS, JDI is either directed by CTA to effect minor repairs which would be covered under this non-warranty contingent repair contract, or perform major work under a separate transmission rebuilding contract; and

WHEREAS, In the case of those transmissions for which CTA elects JDI to do minor repairs, it is not prudent to have other firms do the work, as the transmissions would have to be reassembled and transported; and

WHEREAS, JDI is the transmissions' re-builder and has certified that the prices quoted to CTA are equal to or not greater than prices currently quoted to its most favored customers; and

WHEREAS, Section 54.3-5 of the Regulations Governing Purchase and Sales Transactions provides for the award of contract in those situations where the Transit Board determines that competitive public bidding would be disadvantageous; now, therefore:

## BE IT ORDAINED BY THE CHICAGO TRANSIT BOARD OF THE CHICAGO TRANSIT AUTHORITY:

SECTION 1: That based on the statements set forth in the preamble of this ordinance, the Transit Board hereby determines that competitive public bidding for this requirement is disadvantageous.

ORDINANCE NO. 003-61

(Continued) -2

SECTION 2: That the Chairman of the Board, or her designee, is hereby authorized to execute contract B03OP01954 with Jimmy Diesel, Inc., to perform contingency non-warranty transmission rebuilding work in the not-to-exceed amount of \$120,000.00 for twenty-four months from date of contract execution.

SECTION 3: This ordinance shall be in full force and effect from and after its passage.

**APPROVED**:

PASSED:

Chairman

Assistant Secretary

May 7, 2003

May 7, 2003