

ORDINANCE NO. 006-134

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

WHEREAS, The Chicago Transit Authority ("Authority") has entered into contracts with Inland Detroit Diesel-Allison ("IDD-A") which require IDD-A to complete warranty repair and rebuilding Detroit Diesel engines and/or Allison transmissions; and

WHEREAS, During the warranty period, IDD-A repairs and/or rebuilds defective Detroit Diesel engines and/or Allison transmissions; and

WHEREAS, Upon testing and/or disassembly, some of these engines and/or transmissions are mutually determined by IDD-A and the Authority's inspector(s) to have defects which are not covered under warranty; and

WHEREAS, IDD-A is directed by the Authority either to effect minor repairs which would be covered under this non-warranty contingent repair contract, or to perform major work under separate rebuilding contracts; and

WHEREAS, In the case of those engines and/or transmissions which the Authority elects IDD-A to do minor repairs, it is not prudent to have other firms do the work as the engines/transmissions would have to be reassembled and transported; and

WHEREAS, IDD-A is the local distributor and has certified that the prices quoted to the Authority are equal to or no 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.

SECTION 2: That the Chairman of the Board, or her designee, is hereby authorized to execute Contract B06OP00750 with Inland Detroit Diesel-Allison to perform  
ORDINANCE NO. 006-134

(Continued) -2

contingency non-warranty engine and/or transmission repair work, in the not-to-exceed amount of \$350,000.00, for 24 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

September 13, 2006

---

Assistant Secretary

September 13, 2006