ORDINANCE NO. 96-75

AN ORDINANCE DECLARING PUBLIC BIDDING DISADVANTAGEOUS AND AUTHORIZING NEGOTIATED CONTRACTS FOR MOTOR/ALTERNATOR AND RELATED PARTS USED ON RAIL CARS

WHEREAS, The Chicago Transit Authority ("Authority") requires certain motor/alternator and related parts manufactured by Krupp Industries for repair and maintenance of its 2400 and 2600 series rail cars; and

WHEREAS, Staff conducted two public bidding processes to obtain the required parts; and

WHEREAS, Responses from the only two known sources of supply, Siemens Transportation Systems, Inc., of Germany, the parent company of Krupp Industries, and Dentex Enterprises, a Canadian distributor for Krupp Industries in North America, were non-responsive; and

WHEREAS, Staff desires to enter into negotiations with Siemens Transportation Systems, Inc. and Dentex Enterprises to obtain terms and conditions that will allow the bidders to correct the deficiencies contained in their original submittals; and

WHEREAS, Award of both contracts will be subject to a Buy America waiver from the Federal Transit Administration since the parts are of foreign manufacture; and

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

BE IT ORDAINED BY CHICAGO TRANSIT BOARD OF 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 equipment is disadvantageous.

SECTION 2. That the Chairman of the Board, or her designee, is hereby authorized to enter into a negotiated contract with Siemens Transportation Systems, Inc., for 167 items of motor/alternator and related parts manufactured by Krupp ORDINANCE NO. 96-75 (Continued) -2

Industries for use on 2400 and 2600 series rail cars as required for a twenty four (24) month period for date of contract at an expenditure not to exceed five hundred forty thousand dollars (\$540,000.00) under requisition B960P 00656A.

SECTION 3. That the Chairman of the Board, or her designee, is hereby authorized to enter into a negotiated contract with Dentex Enterprises for 71 items of motor/ alternator and related parts manufactured by Krupp Industries for use on 2400 and 2600 series rail cars as required for a twenty four (24) month period for date of contract at an expenditure not to exceed one hundred ten thousand dollars (\$110,000.00) under requisition B960P 00656B.

SECTION 4. This ordinance shall be in full force and effect from and after its passage.

APPROVED:

July 10, 1996

PASSED:

Secretary

July 10, 1996