ORDINANCE NO. 98-71

AN ORDINANCE DECLARING PUBLIC BIDDING DISADVANTAGEOUS AND AUTHORIZING A CONTRACT FOR A PILOT PROGRAM TO DEVELOP A TICKET <u>VENDING MACHINE SYSTEM</u>

WHEREAS, In order to better the public, the Chicago Transit Authority ("Authority") desires a pilot program to develop and implement a ticket vending machine system to distribute different forms of Transit fare cards;

WHEREAS, The pilot program will take place at O'Hare and Midway airports and River Road rapid transit station on the Blue Line; and

WHEREAS, The Authority solicited bids for this pilot program and received only one non-responsive bid; and

WHEREAS, Negotiations were conducted with the single responding bidder and the Authority's Revenue Equipment Department requests and recommends a contract be awarded to Vendtek Industries, Inc.; and

WHEREAS, Section 54.3-5 of the Regulations Governing Purchase and Sales Transactions provides for the award of contracts 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 his designee, is hereby authorized to enter into a contract with Vendtex Industries, Inc. for six custom designed ticket vending machines for a pilot program, under requisition C98FR 7291 in an not-to-exceed amount of Fifty-Seven Thousand Seven Hundred Fifty Dollars.

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

APPROVED:

July 8, 1998

PASSED: Secretary

July 8, 1998