

RESOLUTION NO. 2006-13

AUTHORIZING AN INCREASE TO CONTRACT NO. 2002-118 WITH WASHINGTON GROUP INTERNATIONAL TO ADJUST THE WORK EFFORT REQUIRED FOR THE EUCLID CORRIDOR TRANSPORTATION PROJECT AND TO EXTEND THE CONTRACT TERM FOR AN ADDITIONAL ONE YEAR PERIOD, IN AN AMOUNT NOT TO EXCEED \$930,897.00 FOR A TOTAL CONTRACT AMOUNT NOT TO EXCEED \$7,919,000.00 (RTA DEVELOPMENT FUND – EUCLID CORRIDOR TRANSPORTATION PROJECT DEPARTMENT BUDGET)

WHEREAS, the Authority requires the services of a construction manager to oversee construction for the Euclid Corridor Transportation Project; and

WHEREAS, by Resolution No. 2003-111, the Board of Trustees authorized Contract No. 2002-118 in the amount of \$6,988,103.00 with Washington Group International located at 1500 West 3rd Street, Cleveland, Ohio 44113 for the furnishing of said Construction Management Services; and

WHEREAS, after consultation with the Federal PMOC, the Authority is better able to determine the level of effort necessary for the Euclid Corridor Transportation Project; and

WHEREAS, project delays have caused the construction management work to continue for an additional year; and

WHEREAS, Washington Group International, has offered to provide these revised construction management services at a negotiated amount not to exceed \$930,897.00; and

WHEREAS, acceptance of said offer will cause the total amount of change orders to exceed the General Manager/Secretary Treasurer's delegated authority; and

WHEREAS, the General Manager/Secretary-Treasurer deems acceptance of the offer of Washington Group International, as negotiated, to be in the best interest of the Authority and recommends acceptance thereof.

NOW, THEREFORE, BE IT RESOLVED by the Board of Trustees of the Greater Cleveland Regional Transit Authority, Cuyahoga County, Ohio:

Section 1. That the offer of Washington Group International, Inc. to provide additional construction management services is hereby accepted as being in the best interest of the Authority.

Section 2. That the General Manager/Secretary-Treasurer be and he hereby is authorized to amend Contract No. 2003-118 with Washington Group International to include the revised construction management services.

Section 3. That said amendment shall be payable out of the RTA Development Fund, Euclid Corridor Transportation Project Department budget including but not limited to Capital Grant OH-03-0288, in an amount not to exceed \$930,897.00 for a total contract amount not to exceed \$7,919,000.00 (\$744,718.00 in Federal funds which represents 80% of the total cost). This amendment is contingent upon FTA approval and release of Federal funds for this change order.

Section 4. That all other terms and conditions of said contract shall remain unchanged.

Section 5. That this resolution shall become effective immediately upon its adoption.

Adopted: _____, 2006 _____
President

Attest: _____
CEO, General Manager/Secretary-Treasurer



TITLE/DESCRIPTION: AUTHORIZING AN INCREASE TO CONTRACT NO. 2002-118 WITH WASHINGTON GROUP INTERNATIONAL TO ADJUST THE WORK EFFORT REQUIRED FOR THE EUCLID CORRIDOR TRANSPORTATION PROJECT AND TO EXTEND THE CONTRACT TERM FOR AN ADDITIONAL ONE YEAR PERIOD, IN AN AMOUNT NOT TO EXCEED \$930,897.00 FOR A TOTAL CONTRACT AMOUNT NOT TO EXCEED \$7,919,000.00 (RTA DEVELOPMENT FUND – EUCLID CORRIDOR TRANSPORTATION PROJECT DEPARTMENT BUDGET).	Resolution No.: 2006-13
	Date: January 19, 2006
	Initiator: Euclid Corridor Transportation Project Department
ACTION REQUEST: <input checked="" type="checkbox"/> Approval <input type="checkbox"/> Review/Comment <input type="checkbox"/> Information Only <input type="checkbox"/> Other _____	

- 1.0 **PURPOSE/SCOPE:** This action will allow the Authority to increase Contract No. 2002-118 with Washington Group International to adjust the work effort, as recommended by the Federal PMOC, and to extend the contract for an additional year.

- 2.0 **DESCRIPTION/JUSTIFICATION:** The Euclid Corridor Transportation Project (ECTP) has advanced to the point that additional work effort is required to adequately manage the construction of contracts C-02, C-03, C-04, C-05A and C-05B increased work effort will be mainly in the areas of project coordination, additional work due to the addition of C-5A, additional safety oversight, increased QA/QC, and the increased time required to finish the project. It should be noted that the additional services are based on estimates and Washington Group international will be paid only for service performed.

- 3.0 **PROCUREMENT BACKGROUND:** In July 2003, the Board of Trustees by Resolution No. 2003-111 authorized a contract with Washington Group International to perform construction management services for the Euclid Corridor Transportation Project. As a result of current design specifications and recommendations from the Federal PMOC, additional work effort must be performed. Furthermore, project delays required that the Authority continue Washington Group International's construction management duties for an additional year. This negotiated increase requires Board authorization, as it will exceed the General Manager/Secretary-Treasurer's change order authority. This change order was reviewed and approved by the change order committee.

 A cost analysis has been performed and the Procurement Department has determined the negotiated change order is fair and reasonable to the Authority.

- 4.0 **AFFIRMATIVE ACTION/DBE BACKGROUND:** All Affirmative Action requirements have been met. A 25 % DBE goal was established for this procurement in July 2003 (Resolution # 2003-111). The change order/contract modification will increase this in an amount not to exceed \$930,897.00 for the contract period. Washington Group has committed to maintaining the 25% DBE goal established for this contract.

- 5.0 **POLICY IMPACT:** Does not apply.

- 6.0 **ECONOMIC IMPACT:** This amendment shall be funded from the RTA Development Fund, Euclid Corridor Transportation Project Department budget, including but not limited to Capital Grant OH-03-0288, Line Item 13.71.04, in an amount not to exceed \$930,897.00 for a total contract amount not to exceed \$7,919,000.00, (\$744,718.00 in Federal funds which represents 80% of the total cost). The negotiated change order amount is 13% higher than the independent cost estimate, but 38% less than the original proposed amount. This amendment is contingent upon FTA approval and release of Federal funds for this change order.
- 7.0 **ALTERNATIVES:** Reject this offer. Rejection of this amendment will negatively impact the ability of the Authority to complete the ECTP construction. Construction management, duties would have to be carried out by GCRTA staff. These in-house resources are not currently available.
- 8.0 **RECOMMENDATION:** It is recommended that the offer of Washington Group International, Inc. be accepted and the resolution passed authorizing the General Manager/Secretary-Treasurer to modify this contract.
- 9.0 **ATTACHMENTS:** Approved Change Order Log.

Recommended and certified as appropriate to the availability of funds, legal form and conformance with the Procurement requirements.

CEO, General Manager/Secretary-Treasurer

CHANGE ORDERS LOG

**CONTRACT NO.
2002-118
(Euclid Corridor Construction Management)**

Contract # 2002-118

Contractor: WGI

Original Contract Amount \$ 6,988,103.00 _ Total G.M. C.O. Authority \$ 500,000.00

Total Change Order Amount To Date \$ 0

<i>ITEM NO.</i>	<i>Note</i>	<i>Approval Date</i>	<i>CHANGE ORDER</i>	<i>APPROVAL AUTHORITY</i>	<i>NEW CONTRACT AMOUNT</i>
1		11/09/04	0	GM	\$6,988,103.00
2		7/29/05	0	GM	\$6,988,103.00

Notes/Change Order Description:

1. Transfer monies from Task D3 and D6 to Task D7.
2. Transfer monies from Task C1 to Task D3.