

RESOLUTION NO. 2006-109

AUTHORIZING CONTRACT NO. 2006-046 WITH TERRACE CONSTRUCTION CO., INC. FOR THE REHABILITATION OF EUCLID AVENUE FROM EAST 79th STREET TO WINDERMERE- PROJECT 38-C04 IN AN AMOUNT NOT TO EXCEED \$22,050,556.92 (RTA DEVELOPMENT FUND, EUCLID CORRIDOR TRANSPORTATION PROJECT DEPARTMENT BUDGET)

WHEREAS, the Euclid Corridor Transportation Project (ECTP), as defined, includes C04, Rehabilitation of Euclid Avenue from the East 79th Street to Windermere, an area totaling two and three-tenths (2.3) miles; and

WHEREAS, the bid of Terrace Construction Co., Inc., located at 3965 Pearl Road, Cleveland, Ohio 44125 for the Rehabilitation of Euclid Avenue from the East 79th Street to Windermere was received on June 9, 2006 in an amount not to exceed \$22,050,556.92; and

WHEREAS, the General Manager/Secretary-Treasurer deems the bid of Terrace Construction Co., Inc. to be the lowest responsive bid from a responsible bidder for said work and recommends acceptance thereof by the Board of Trustees.

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

Section 1. That the bid of Terrace Construction Co., Inc. for the ECTP Rehabilitation of Euclid Avenue from East 79th Street to Windermere, Project 38-C04, be and the same is hereby accepted as the lowest responsive bid from a responsible bidder.

Section 2. That the General Manager/Secretary-Treasurer of the Authority be and he is hereby authorized to enter into a contract with Terrace Construction Co., Inc. for the Rehabilitation of Euclid Avenue from East 79th Street to Windermere, Project 38-C04.

Section 3. That said contract shall be payable from the RTA Development Fund, Euclid Corridor Transportation Project Department budget, including but not limited to Capital Grants OH-90-X530-01 (\$11,550,556.92) and ODOT Non-FFGA funding in an amount of \$10,500,000.00 for a total contract amount not to exceed \$22,050,556.92 (\$21,264,445.54 in Federal Funds which represents 96% of the total cost). A portion of the Federal funding for this project is provided by NOACA, the Metropolitan Planning Organization for Greater Cleveland and the Ohio Department of Transportation. This award is contingent upon FTA approval and release of Federal funds for this contract.

Section 4. That said contract shall be binding upon and an obligation of the Authority contingent upon availability of Federal funds, compliance by the contractor to the Specifications and Addenda; if any; the Affirmative Action Plan adopted by the Board of Trustees in Resolution 2006-077; bonding and insurance requirements; and all applicable laws relating to the contractual obligations of the Authority.

Section 5. That the Greater Cleveland Regional Transit Authority's Board of Trustees expects that Terrace Construction Co., Inc. will exceed the 20% minimum DBE goal assigned to this procurement.

Section 6. That this resolution shall become effective immediately upon its adoption.

Adopted: June 20, 2006

President

Attest: _____
CEO, General Manager/Secretary-Treasurer



TITLE/DESCRIPTION: AUTHORIZING CONTRACT NO. 2006-046 WITH TERRACE CONSTRUCTION CO., INC. FOR THE REHABILITATION OF EUCLID AVENUE FROM EAST 79th STREET TO WINDERMERE - PROJECT 38-C04 IN AN AMOUNT NOT TO EXCEED \$22,050,556.92 (RTA DEVELOPMENT FUND, EUCLID CORRIDOR TRANSPORTATION PROJECT DEPARTMENT BUDGET)

Resolution No.:
2006-109

Date:
June 15, 2006

Initiator: Euclid Corridor
Transportation Project

ACTION REQUEST:

Approval Review/Comment Information Only Other _____

- 1.0 **PURPOSE/SCOPE:** This action will allow the Authority to enter into a contract for the ECTP Rehabilitation of Euclid Avenue from the East 79th Street to Windermere, Project 38-C04.
- 2.0 **DESCRIPTION/JUSTIFICATION:** Project 38-C04 is for the improvement of approximately 2.3 miles of Euclid Avenue. These improvements will allow for the smooth operation of vehicles when the Euclid Corridor Transportation Project (ECTP) becomes operational. This is the last of seven major construction contracts that are needed to complete the Euclid Corridor Transportation Project.
- 3.0 **PROCUREMENT BACKGROUND:** This Invitation for Bid (IFB) was posted on the GCRTA Procurement website and advertised in the local newspapers. Solicitation packages were issued to a total of twenty-four (24) prospective bidders. Two (2) bids were received on June 9, 2006, as follows:

Terrace Construction Co., Inc. \$22,050,556.92
3965 Pearl Road.
Cleveland, Ohio 44109

Great Lakes Construction Co. \$24,729,488.10
2608 Great Lakes Way
Hinkley, Ohio 44233

The Basis of Award is the lowest responsive bid received from a responsible bidder.

Terrace Construction Co., Inc. has participated as the prime contractor on large projects such as the Grayton Road Access to Cleveland Business Park, Euclid Avenue Water Main Replacement Phase II and III and Combined Sewer Replacement (Euclid Corridor), Reconstruction of Waterloo Road for the City of Cleveland, Lee Road Rehabilitation and Streetscape for the City of Beachwood, State Route 175 (Richmond Road) for ODOT, and Repair of Sewer System for NASA Glenn. They are the prime contractor on the ECTP Project 38-C03 Innerbelt to East 79th Street. The Project Manager indicates their performance is satisfactory.

The Procurement Department performed a price analysis and the bid submitted by the Terrace Construction Co., Inc is considered fair and reasonable.

- 4.0 AFFIRMATIVE ACTION/DBE BACKGROUND: A 20% DBE Goal was established for this procurement, which the company has agreed to meet. Review and verification of Affirmative Action compliance and DBE participation are pending receipt of required post bid supporting documentation.
- 5.0 POLICY IMPACT: Does not apply.
- 6.0 ECONOMIC IMPACT: This procurement will be funded from the RTA Development Fund, Euclid Corridor Transportation Project Department budget including but not limited to Capital Grants OH-90-X530-01 (\$11,550,556.92), Line Item 13.23.01, and ODOT Non-FFGA funding in the amount of \$10,500,000.00 for a total contract amount not to exceed \$22,050,556.92 (\$21,264,445.54 in Federal Funds which represents 96% of the total cost). A portion of the Federal funding for this project is provided by NOACA, the Metropolitan Planning Organization for Greater Cleveland and the Ohio Department of Transportation. This award is contingent upon FTA approval and release of Federal funds for this contract. The bid price of \$22,050,556.92 is four (4%) higher than both the Engineer's Estimate \$21,171,891.87.
- 7.0 ALTERNATIVES: Reject this bid. Rejection of this award will delay construction for the Euclid Corridor Transportation Project and delay improvement of service to Authority customers.
- 8.0 RECOMMENDATION: The Planning and Development Committee discussed this project at their June 6, 2006 meeting. It is recommended that the bid of Terrace Construction Co., Inc. be accepted and the resolution passed authorizing the General Manager/Secretary-Treasurer to enter into a contract.
- 9.0 ATTACHMENTS: None.

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

CEO, General Manager/Secretary-Treasurer