

RESOLUTION NO. 2008-24

AUTHORIZING CONTRACT NO. 2007-140 WITH LAKE ERIE ELECTRIC, INC. FOR PROJECT NO. 23W – WEST PARK SUBSTATION REHABILITATION IN THE AMOUNT OF \$1,990,000.00 (RTA DEVELOPMENT FUND, ENGINEERING & PROJECT DEVELOPMENT DEPARTMENT BUDGET)

WHEREAS, the Authority deems it necessary to acquire construction services, as provided under Project 23W – West Park Substation Rehabilitation; and

WHEREAS, the bid of Lake Erie Electric, Inc. located at 25730 First Street, Westlake, Ohio 44145, was received on January 30, 2008 in the amount of one million nine hundred ninety thousand & 00/100 dollars (\$1,990,000.00) to perform said services; and

WHEREAS, the General Manager/Secretary-Treasurer deems the bid of Lake Erie Electric, Inc. to be the lowest responsive bid from a responsible bidder for said services 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 Lake Erie Electric, Inc. for Project 23W – West Park Substation Rehabilitation be and the same is hereby accepted.

Section 2. That the General Manager/Secretary-Treasurer of the Authority be and he is hereby authorized to enter into a contract with Lake Erie Electric, Inc. for Project 23W – West Park Substation Rehabilitation.


Section 3. That said contract is payable from the RTA Development Fund, Engineering & Project Development Department budget, including but not limited to Capital Grant OH-03-0265, in the amount of \$1,990,000.00 (\$1,592,000.00 in Federal Funds which represent 80% of the cost).

Section 4. That said contract shall be binding upon and an obligation of the Authority contingent upon compliance by the contractor to the Specifications and Addenda, thereto, if any; the Affirmative Action Plan adopted by the Board of Trustees in Resolution 2007-064; bonding and insurance requirements and all applicable laws relating to the contractual obligations of the Authority.

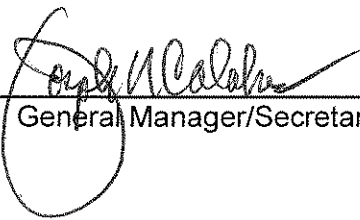
Section 5. That the Greater Cleveland Regional Transit Authority's Board of Trustees expects that Lake Erie Electric, Inc. will exceed the 10% DBE goal assigned to this procurement.

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

Adopted: February 19, 2008



President

Attest: 

CEO General Manager/Secretary-Treasurer



Greater Cleveland Regional Transit Authority
STAFF SUMMARY AND COMMENTS

TITLE/DESCRIPTION: AUTHORIZING CONTRACT NO. 2007-140 WITH LAKE ERIE ELECTRIC, INC. FOR PROJECT NO. 23W - WEST PARK SUBSTATION REHABILITATION IN THE AMOUNT OF \$1,990,000.00 (RTA DEVELOPMENT FUND, ENGINEERING & PROJECT DEVELOPMENT DEPARTMENT BUDGET)	Resolution No.: 2008-24
	Date: February 14, 2008
	Initiator: Engineering & Project Development
ACTION REQUEST: <input checked="" type="checkbox"/> Approval <input type="checkbox"/> Review/Comment <input type="checkbox"/> Information Only <input type="checkbox"/> Other _____	

- 1.0 **PURPOSE:** This action will allow the Authority to enter into a contract to provide construction services for Project No. 23W - West Park Substation Rehabilitation.

- 2.0 **DESCRIPTION/JUSTIFICATION:** This project is to rehabilitate the existing substation at West Park. The work will include a new addition to the existing building, site work, demolition and installation of new piping, mechanical systems, heating and ventilation for a complete operating system for both the building addition and existing building. The electrical trades will remove and replace all existing electrical devices with modern state of the art equipment including the AC switchgear, transformer, rectifier, and feeder breakers. All ancillary devices and warning systems including: electrical supervision, communication, lighting, fire, signals, cameras and safety will be provided.

- 3.0 **PROCUREMENT BACKGROUND:** This Invitation for Bid (IFB) was posted on the GCRTA Procurement web site and advertised in the local newspapers. Solicitation packages were requested by a total of thirteen (13) prospective bidders. Seven (7) bids were received and opened on January 30, 2008, as identified in Attachment A - Bid Summary.

The Basis of Award was to be the lowest responsive and responsible bid for each class of work (if at least one responsive and responsible bid has been received for each class of work); or will be made to the lowest responsive and responsible bidder for the entire work where the bid for the entire work is lower than the sum of the lowest bids for each of the classes.

Lake Erie Electric, Inc. submitted a bid for the entire work, which is lower than the sum of the lowest bids for each of the classes.

Lake Erie Electric, Inc. has been in business for over 50 years and has successfully completed several electrical contracts similar to this project. Some of their clients are the City of N. Ridgeville, City of Fairborn, Horner Construction (NASA), Mittal Steel (Substation III) and Goodyear Tire.

A price analysis was performed and the Procurement Department determined the bid from Lake Erie Electric, Inc. to be fair and reasonable.

- 4.0 **AFFIRMATIVE ACTION/DBE BACKGROUND:** All Affirmative Action requirements have been met. A 10% DBE goal was established for this procurement. Lake Erie Electric, Inc. has committed to achieving the DBE goal through the utilization of Minority Electric (Hispanic-owned) in the amount of \$200,000.00.

- 5.0 **POLICY IMPACT:** None

- 6.0 **ECONOMIC IMPACT:** This procurement shall be payable from the RTA Development Fund, Engineering & Project Development Department budget, including but not limited to Capital Grant OH-03-0265, Line Item 12.54.03 in the amount of \$1,990,000.00 (\$1,592,000.00 in Federal funds which represents 80% of the total cost). The bid price is 5% above the Engineer's Estimate of \$1,900,000.00.
- 7.0 **ALTERNATIVES:** Reject this bid. Rejection of this award will delay the West Park substation in providing the necessary services to the Authority's transit system.
- 8.0 **RECOMMENDATION:** It is recommended that the bid of Lake Erie Electric, Inc. be accepted and the resolution passed authorizing the General Manager/Secretary-Treasurer to enter into a contract.
- 9.0 **ATTACHMENTS:** Attachment A – Bid Summary

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



CEO, General Manager/Secretary-Treasurer

ATTACHMENT A
 BID SUMMARY
 WEST PARK SUBSTATION REHABILITATION

Engineer's Estimate - \$1,900,000

Company Name	Entire Work	General Trades	Electrical	HVAC
Lake Erie Electric 25730 First Street Westlake, Ohio 44145	\$1,990,000*			
Schirmer Construction Company 31350 Industrial Parkway North Olmsted, Ohio 44070		\$260,000		
Town Center Construction 8840 Commons Blvd. Twinsburg, Ohio 44087		\$198,585 #		\$53,000
Fowler Company 7599 First Place Oakwood Village, Ohio 44146			\$2,219,980 #	
Minority Electric Company 4730 Lexington Avenue Cleveland, Ohio 44103			\$2,733,000	
U.S. Utility Contractors, Co. 3592 Genoa Road Perrysburg, Ohio 43551			\$2,995,000	
Imperial Heating and Cooling 30685 Solon Industrial Parkway Solon, Ohio 44139				\$25,150 #

* - Apparent Low Bid - \$1,990,000

- 2nd Low bid – Combined bids = \$2,443,715