

RESOLUTION NO. 2011-17

AUTHORIZING AN INCREASE TO CONTRACT NO. 2009-102B WITH GATEWAY ELECTRIC, INC. FOR PROJECT 11E TO PROVIDE ADDITIONAL ELECTRICAL CONSTRUCTION SERVICES FOR THE PARATRANSIT GARAGE REHABILITATION IN AN AMOUNT NOT TO EXCEED \$56,000.00 FOR A TOTAL CONTRACT AMOUNT NOT TO EXCEED \$472,579.00 (RTA DEVELOPMENT FUND, ENGINEERING & PROJECT DEVELOPMENT DEPARTMENT BUDGET)

WHEREAS, the Authority deemed it necessary to acquire additional electrical services for Electrical trades, as provided under Project 11E, Paratransit District Garage Rehabilitation; and

WHEREAS, by Resolution No. 2009-75 the Board of Trustees authorized Contract No. 2009-102B in the amount of three hundred forty-four thousand eight hundred & 00/100 dollars (\$344,800.00) with Gateway Electric, Inc. located at 4450 Johnston Parkway, Cleveland, Ohio 44128 for the furnishing of said electrical construction services; and

WHEREAS, the General Manager/Secretary-Treasurer has issued five(5) change orders in the net amount of seventy-one thousand seven hundred seventy-nine & 00/100 dollars (\$71,779.00) based upon his change order authority pursuant to the Authority's Procurement Policies for a total contract value of four hundred sixteen thousand five hundred seventy-nine & 00/100 dollars (\$416,579.00); and

WHEREAS, an increase in an amount not to exceed \$56,000.00 for a total contract amount not to exceed \$472,579.00 is required; and

WHEREAS, said increase will exceed the General Manager/Secretary-Treasurer's \$100,000.00 signing authority; and

WHEREAS, the General Manager/Secretary-Treasurer deems acceptance of the offer of Gateway Electric, Inc. 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 negotiated offer of Gateway Electric, Inc. to provide additional electrical services is hereby accepted as being in the best interest of the Authority.

Section 2. That the General Manager/Secretary-Treasurer of the authority be and he is hereby authorized to issue Change Order #7 to Contract No. 2009-102B with Gateway Electric, Inc. to provide additional electrical services for the Paratransit Garage, as required.

Section 3. That said increase shall be payable from the RTA Development Fund, Engineering & Project Development Department budget, including but not limited to Capital Grant OH-03-0259 in an amount not to exceed \$56,000 (\$44,800 in Federal funds which represents 80% of the total cost), for a total contract amount not to exceed four hundred seventy-two thousand five hundred seventy-nine & 00/100 dollars (\$472,579.00).

Section 4. That the General Manager/Secretary-Treasurer's change order authority be reinstated to its entirety.

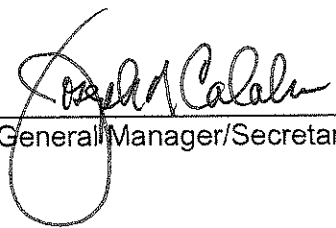
Section 5. That all other terms and conditions of said contract shall remain unchanged.

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

Adopted: February 15, 2011



President

Attest: 

CEO, General Manager/Secretary-Treasurer



Greater Cleveland Regional Transit Authority
STAFF SUMMARY AND COMMENTS

<p>TITLE/DESCRIPTION:</p> <p>CONTRACT: INCREASE TO CONTRACT NO. 2009-102B FOR PROJECT 11E TO PROVIDE ADDITIONAL ELECTRICAL SERVICES FOR THE PARATRANSIT GARAGE REHABILITATION PROJECT</p> <p>VENDOR: GATEWAY ELECTRIC, INC.</p> <p>AMOUNT: NTE \$56,000 FOR TOTAL CONTRACT AMOUNT NTE \$472,579.00</p>	<p>Resolution No.: 2011-17</p> <hr/> <p>Date: February 10, 2011</p> <hr/> <p>Initiator: Engineering & Project Development Department</p>
<p>ACTION REQUEST:</p> <p><input checked="" type="checkbox"/> Approval <input type="checkbox"/> Review/Comment <input type="checkbox"/> Information Only <input type="checkbox"/> Other _____</p>	

- 1.0 **PURPOSE/SCOPE:** This action will allow the Authority to increase Contract No. 2009-102B, Paratransit Garage Rehabilitation, Electrical with Gateway Electric, Inc. to provide additional electrical construction services for Project 11E.
- 2.0 **DESCRIPTION/JUSTIFICATION:** Alternate #15 was identified prior to the first bidding but was unfunded, and thereby excluded from the scope of work. New PBX Switch and Fiber Connection will be incorporated into the current Paratransit Garage Rehabilitation project in order to upgrade the data/communications technology for the Paratransit and Revenue Facilities.
- 3.0 **PROCUREMENT BACKGROUND:** In September 2009 the Board of Trustees by Resolution No. 2009-74 authorized a contract with Gateway Electric, Inc. to perform electrical trades construction services for the Paratransit Garage Rehabilitation project.

The new total contract amount of \$472,579.00 is comprised of the following:

Original Contract Amount	\$344,800.00
Change Order to Date	<u>\$ 71,779.00</u>
Subtotal	\$416,579.00
Alternate #15	<u>\$ 56,000.00</u>
Revised Total	\$472,579.00

A price analysis has been performed and the Procurement Department has determined the rates to be fair and reasonable to the Authority. The Change Order Committee met and approved moving forward with the change order process.

- 4.0 **AFFIRMATIVE ACTION/DBE BACKGROUND:** All Affirmative Action requirements have been met. A 25% DBE participation goal was established for this procurement when authorized in September 2009. At the time, Gateway Electric committed to achieving 27% participation through the utilization of Minority Electric (African American-owned) in an amount of \$93,500, and has agreed to continue its commitment of 27% DBE participation on the proposed change order through the utilization of Extreme Cabling in the amount of \$15,200 (Hispanic-owned).

- 5.0 POLICY IMPACT: Does not apply.
- 6.0 ECONOMIC IMPACT: This contract change order shall be payable from the RTA Development Fund, Engineering & Project Development Department budget, including but not limited to Capital Grant OH-03-0259, Line item 11.34.02, in an amount not to exceed \$56,000.00 (\$44,800.00 in Federal funds which represents 80% of the total cost), for a total contract amount not to exceed \$472,579.00.
- 7.0 ALTERNATIVES: Reject this change order: Rejection of this change order will impact the upgrade of the data/communication technology for the Paratransit and Revenue Facilities.
- 8.0 RECOMMENDATION: It is recommended that this change order be accepted and the resolution passed authorizing the General Manager/Secretary-Treasurer to modify the 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