

RESOLUTION NO. 2012-105

AUTHORIZING CONTRACT NO. 2012-153 WITH LAKE ERIE ELECTRIC, INC. FOR PROJECT 49A – FAIRHILL SUBSTATION REHABILITATION, AS SPECIFIED AND AS REQUIRED, IN AN AMOUNT NOT TO EXCEED \$2,432,721.00 (RTA DEVELOPMENT FUND, ENGINEERING & PROJECT DEVELOPMENT DEPARTMENT BUDGET)

WHEREAS, the Authority deems it necessary to acquire construction services, as provided under Project 49A – Fairhill Substation Rehabilitation; and

WHEREAS, the bid of Lake Erie Electric, Inc., located at 25730 First Street, Westlake, Ohio 44145 was received on November 29, 2012 in an amount not to exceed two million four hundred thirty-two thousand seven hundred twenty-one dollars & 00/100 (\$2,432,721.00) to perform said services; and

WHEREAS, the General Manager/Secretary-Treasurer deems the bid of Lake Erie Electric, Inc. to be a responsive bid from a responsible bidder 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 49A – Fairhill 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 49A – Fairhill Substation Rehabilitation.


Section 3. That said contract shall be payable from the RTA Development Fund, Engineering & Project Development Department budget, including but not limited to Capital Grant OH-90-X728, in an amount not to exceed \$2,432,721.00 (\$1,946,176.80 in Federal funds which represents 80% of the total 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 2012-036; bonding and insurance requirements and all applicable laws relating to the contractual obligations of the Authority.

Section 5. That the Authority's Board of Trustees expects that Lake Erie Electric, Inc. will attempt to exceed the 13% DBE goal assigned to this procurement.

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

Adopted: December 18, 2012



President

Attest: 

CEO, General Manager/Secretary-Treasurer



Greater Cleveland Regional Transit Authority
STAFF SUMMARY AND COMMENTS

TITLE/DESCRIPTION: CONTRACT: PROJECT 49A – FAIRHILL SUBSTATION REHABILITATION VENDOR: LAKE ERIE ELECTRIC, INC. AMOUNT: NOT TO EXCEED \$2,432,721.00	Resolution No.: 2012-105
	Date: December 13, 2012
	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/SCOPE:** This action will allow the Authority to enter into a contract to provide construction services for Project No. 49A, Fairhill Substation Rehabilitation.
- 2.0 **DESCRIPTION/JUSTIFICATION:** This project entails providing a complete rehabilitation of the existing facility including but not limited to: demolition of existing equipment, installation of a new peaked roof, providing new state-of-the art traction power equipment, and all associated control and detection equipment. The work to be performed under this contract includes the labor, equipment, materials and supervision necessary to complete the repairs per the contract documents.
- 3.0 **PROCUREMENT BACKGROUND:** The Invitation for Bid (IFB) was posted on the GCRTA Procurement website and advertised in the local newspaper. Twenty-one prospective bidders downloaded the solicitation package. Two (2) responsive bids were received and opened on November 29, 2012 as follows:

Company Name	Base Bid
Lake Erie Electric, Inc.	\$2,432,721.00
Zenith Systems, LLC	\$2,510,000.00

The Basis of Award is the lowest responsive and responsible bid for the Total Base Bid/Lump Sum Price. The base bid price of \$2,432,721.00 from Lake Erie Electric, Inc. is 6.21% above the Engineer's Estimate of \$2,290,500.00. Lake Erie Electric, Inc was determined to be a responsible bidder.

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

- 4.0 **AFFIRMATIVE ACTION/DBE REQUIREMENTS:** All Affirmative Action requirements have been met. A 13% DBE goal was established for this procurement. Lake Erie Electric, Inc. has committed to achieving the goal through the utilization of Price Builders & Developers Inc., LLC (African-American owned) to supply materials in the amount of \$525,000 (equals \$315,000 under Federal Regulations) for a total DBE participation of \$315,000 or 13%.

- 5.0 POLICY IMPACT: Does not apply.
- 6.0 ECONOMIC IMPACT: This procurement shall be payable through the RTA Development Fund, Engineering & Project Development Department budget, including but not limited to Capital Grant OH-90-X728, Line Item 12.54.03, in an amount not to exceed \$2,432,721.00 (\$1,946,176.80 in Federal funds which represents 80% of the total cost).
- 7.0 ALTERNATIVES: Reject all bids. Rejection of this offer will increase the failure risk of the aging substation.
- 8.0 RECOMMENDATION: It is recommended that the bid of Lake Erie Electric, Inc. is 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