

RESOLUTION NO. 2021- 24

AUTHORIZING CONTRACT NO. 2020-195 WITH LAKE ERIE ELECTRIC, INC. FOR PROJECT 60C – WEST 117TH STREET SUBSTATION REHABILITATION, AS SPECIFIED AND AS REQUIRED, IN AN AMOUNT NOT TO EXCEED \$2,221,504.00 (RTA DEVELOPMENT FUND, ENGINEERING & PROJECT DEVELOPMENT DEPARTMENT BUDGET)

WHEREAS, the Authority deems it necessary to acquire construction services, as required, under Project 60C – West 117th Street Substation Rehabilitation; and

WHEREAS, the bid of Lake Erie Electric, Inc., located at 25730 First Street, Westlake, Ohio 44145, was received on January 22, 2021 in an amount not to exceed \$2,221,504.00; and

WHEREAS, the General Manager, Chief Executive Officer deems the bid of Lake Erie Electric, Inc. to be the lowest 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 60C – West 117th Street Substation Rehabilitation, be and the same is hereby accepted.

Section 2. That the General Manager, Chief Executive Officer of the Authority be and she is hereby authorized to enter into a contract with Lake Erie Electric, Inc. for Project 60C – West 117th Street 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-2020-044-5307, for a total contract amount not to exceed \$2,221,504.00 (\$1,777,203.20 in federal funds which represents 80% of 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; 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 attempt to exceed the 14% minimum DBE goal assigned to this procurement.

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

Adopted: March 23, 2021



President

Attest:



Interim Secretary-Treasurer



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| TITLE/DESCRIPTION: CONTRACT: PROJECT 60C – WEST 117 TH STREET SUBSTATION REHABILITATION VENDOR: LAKE ERIE ELECTRIC, INC. AMOUNT: \$2,221,504.00 | Resolution No.: 2021-24 |
| | Date: March 18, 2021 |
| | 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 60C – West 117th Street Substation Rehabilitation.
- 2.0 **DESCRIPTION/JUSTIFICATION:** The work to be performed under this contract consists of the rehabilitation of the substation including an existing leaking transformer and obsolete equipment that is no longer supported. The roof of the building will be replaced and security equipment will be added.
- 3.0 **PROCUREMENT BACKGROUND:** The Invitation for Bids (“IFB”) was posted on the GCRTA Procurement website and advertised in the local newspapers. Fifty-one interested parties, including potential subcontractors, downloaded the solicitation package. Eight responsive bids were received and opened on January 22, 2021, as follows:

| Company Name | Base Price | Alternate 1 | Alternate 2 | Total Base Bid |
|-------------------------------------|----------------|-------------|--------------|----------------|
| Lake Erie Electric, Inc. | \$2,095,170.00 | \$4,659.00 | \$121,675.00 | \$2,221,504.00 |
| Zenith Systems | \$2,198,749.00 | \$4,230.00 | \$26,900.00 | \$2,229,879.00 |
| The Fowler Company | \$2,168,305.00 | \$6,695.00 | \$68,725.00 | \$2,243,725.00 |
| Dunlop & Johnston, Inc. | \$2,294,000.00 | \$21,900.00 | \$66,300.00 | \$2,382,200.00 |
| Panzica Construction | \$2,355,750.00 | \$14,385.00 | \$76,515.00 | \$2,446,650.00 |
| Apex Construction & Management Inc. | \$2,364,900.00 | \$11,500.00 | \$85,900.00 | \$2,462,300.00 |
| Cold Harbor Building Co. | \$2,426,700.00 | \$8,000.00 | \$78,000.00 | \$2,512,700.00 |
| Hatzel & Beuhler, Inc. | \$2,437,750.00 | \$56,200.00 | \$147,750.00 | \$2,641,700.00 |

The Basis of Award is the lowest responsive bid from a responsible bidder for the Total Base Bid price. Lake Erie Electric, Inc. was determined to be a responsible bidder. The Total Base Bid price of \$2,221,504.00 from Lake Erie Electric, Inc. is 17.5% less than the Engineer’s Estimate of \$2,539,596.00.

- 4.0 **AFFIRMATIVE ACTION/DBE BACKGROUND:** All Affirmative Action requirements have been met. A 14% DBE goal was established for this procurement. Lake Erie Electric, Inc. has committed to achieving the DBE participation goal through the utilization of PPW Builders (Female-owned) in the amount of \$313,200.00 (\$522,000.00 x 60%) for a DBE participation of \$313,200.00 or 14%.
- 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-2020-044-5307, for a total contract amount not to exceed \$2,221,504.00 (\$1,777,203.20 in federal funds which represents 80% of total cost).

- 7.0 ALTERNATIVES: Reject this offer. Rejection of this offer will allow for the continued degradation of the substation and leaking of the transformer.
- 8.0 RECOMMENDATION: This project was discussed by the Board of Trustees at the March 2, 2021 Operational Planning & Infrastructure Committee meeting. It is recommended that the bid of Lake Erie Electric, Inc. be accepted and the resolution passed authorizing the General Manager, Chief Executive Officer 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.



General Manager, Chief Executive Officer