RESOLUTION NO. 2018-3

AUTHORIZING CONTRACT NO. 2017-145 WITH PANZICA CONSTRUCTION COMPANY FOR PROJECT 24R – E. 116TH STREET STATION RECONSTRUCTION IN AN AMOUNT NOT TO EXCEED \$4,975,000.00 (RTA DEVELOPMENT FUND, ENGINEERING & PROJECT DEVELOPMENT DEPARTMENT BUDGET)

WHEREAS, the Greater Cleveland Regional Transit Authority deems it necessary to acquire construction services, as provided under Project 24R – E. 116th Street Station Reconstruction; and

WHEREAS, the bid of Panzica Construction Company, located at 739 Beta Drive, Mayfield Village, Ohio 44143, was received on December 14, 2017 in an amount not to exceed \$4,975,000.00 to perform said base bid services; and

WHEREAS, the CEO, General Manager/Secretary-Treasurer deems the bid of Panzica Construction Company 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 Panzica Construction Company for Project 24R – E. 116th Street Station Reconstruction, be and the same is hereby accepted.

Section 2. That the CEO, General Manager/Secretary-Treasurer of the Authority be and he is hereby authorized to enter into a contract with Panzica Construction Company for 24R – E. 116th Street Station Reconstruction.

Section 3. That this procurement shall be payable through the RTA Development Fund, Engineering & Project Development Department budget, including but not limited to Capital Grant OH-90-X823, in an amount not to exceed \$2,976,710.00 and Capital Grant OH-54-0007, in an amount not to exceed \$1,998,290.00 for a total contract amount not to exceed \$4,975,000.00 (\$3,980,000.00 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 in Resolution 2015-76; 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 Panzica Construction Company will attempt to exceed the 17% minimum DBE goal assigned to this procurement.

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

Adopted: January 16, 2018

Werns M. Clory President

Attest:

CEO, General Manager/Secretary-Treasurer



Greater Cleveland Regional Transit Authority STAFF SUMMARY AND COMMENTS

| TITLE/DESCRIPTION: | | Resolution No.: | | | |
|---|---|--|--|--|--|
| CONTRACT: PROJECT 24R – EAST 116 TH STREET STATION RECONSTRUCTION VENDOR: PANZICA CONSTRUCTION COMPANY | | 2018-3 | | | |
| | | Date: | | | |
| | | January 11, 2018 | | | |
| AMOUNT: | \$4,975,000.00 | Initiator: Engineering & Project Development | | | |
| ACTION REQUEST: | | | | | |
| | ☐ Review/Comment ☐ Information Only ☐ Other | | | | |

- 1.0 PURPOSE/SCOPE: This action will allow the Authority to enter into a contract to provide construction services for Project 24R East 116th Street Station Reconstruction.
- 2.0 DESCRIPTION/JUSTIFICATION: This project is located at the East 116th Street Station and consists of the demolition and construction of a new rapid transit station.
- 3.0 PROCUREMENT BACKGROUND: The Invitation for Bid ("IFB") was posted on the GCRTA Procurement website and advertised in the local newspapers. Twenty-three interested parties, including potential subcontractors, downloaded the solicitation package. Two responsive bids were received and opened on December 14, 2017.

| Company Name | Total Base Bid |
|------------------------------|----------------|
| Panzica Construction Company | \$4,975,000.00 |
| Schirmer Construction LLC | \$5,672,000.00 |

The Basis of Award is the lowest responsive bid from a responsible bidder for the Total Base Bid price. The Total Base Bid price of \$4,975,000.00 from Panzica Construction Company is 14.45% less than the Engineer's Estimate of \$5,815,022.00.

4.0 AFFIRMATIVE ACTION/DBE BACKGROUND: All Affirmative Action requirements have been met. A 17% DBE participation goal was established for this procurement. Panzica Construction Company has committed to meeting the DBE goal through the utilization of the following firms:

| DBE Firm | Minority Classification | Amount | Percent |
|------------------------------|-------------------------|--------------|---------|
| Minority Electric Company | African American Female | \$594,850.00 | 12.0% |
| RockPort Ready Mix | Female | \$90,000.00 | 1.8% |
| Denise Flagging | African American Female | \$60,000.00 | 1.2% |
| Royal Landscaping | Hispanic Male | \$58,884.00 | 1.2% |
| Midtown Trucking | African American Male | \$47,400.00 | 1.0% |
| Garcia Surveyors | Hispanic Male | \$27,260.00 | 0.5% |
| | Total | \$878,394 | 17.7% |

- 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-X823 in an amount not to exceed \$2,976,710.00, and Capital Grant OH-54-0007 in an amount not to exceed \$1,998,290.00, for a total contract amount not to exceed \$4,975,000.00 (\$3,980,000.00 in Federal funds which represents 80% of total cost).
- 7.0 ALTERNATIVES: <u>Reject this offer.</u> Rejection of this offer will allow for continued degradation of the existing station and the perception of an unsafe waiting environment for transit passengers.
- 8.0 RECOMMENDATION: This procurement was discussed by the Board of Trustees at the January 9, 2018 Planning and Development Committee meeting. It is recommended that the bid of Panzica Construction Company be accepted and the resolution passed authorizing the CEO, 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