

# **Board Report**

Los Angeles County
Metropolitan Transportation
Authority
One Gateway Plaza
3rd Floor Board Room
Los Angeles, CA

File #: 2024-0033, File Type: Contract Agenda Number: 29.

# OPERATIONS, SAFETY, AND CUSTOMER EXPERIENCE COMMITTEE MARCH 21, 2024

SUBJECT: CONTACT WIRES FOR C LINE OVERHEAD CATENARY SYSTEM (OCS)

REPLACEMENT

ACTION: APPROVE CONTRACT AWARD

#### RECOMMENDATION

AUTHORIZE the Chief Executive Officer to award Contract No. DR119508, to Global Electric, for 96,839 linear feet of contact wire to support the C Line OCS Replacement Project for a firm fixed price of \$1,052,646.22, inclusive of sales tax, subject to resolution of any properly submitted protest (s), if any.

### **ISSUE**

The existing C Line OCS contact wires are approximately 30 years old, as they have been used since the start of C Line service in 1995. They require replacement as they are reaching the end of their useful life. Contact wires are a central railway infrastructure asset. They transmit traction power to supply electrical energy for the operation of Metro rail vehicles.

### **BACKGROUND**

In May 2021, the Board of Directors established a \$38,350,000 Life-of-Project (LOP) budget for the Metro C Line Overhead Catenary System Replacement as part of the FY22 budget adoption. The existing OCS contact wires were designed with a life expectancy of 30 years. The continuous operation of the rail service in various weather conditions has caused the contact wires to wear and are nearing the end of their functional lifespan. The Traction Power Maintenance Department has regularly inspected the contact wires and replaced sections when needed. However, this maintenance work has resulted in disruptions to rail services as affected trains must be single-tracked during the replacement of contact wires. Installing new contact wires will increase the reliability of the C Line while preventing service disruptions caused by sections of old contact wires that have been overworn and require replacement.

#### DISCUSSION

The project's work plan involves dividing the replacement of contact wires into three sections along

the C Line. Section A starts at the Redondo Beach Station and ends at the Aviation Station, with an approximate length of 62,311 feet. Section B starts at the Aviation Station and ends at the Long Beach Station, with an approximate length of 111,752 feet. Section C begins at the Long Beach Station and ends at the Norwalk Station, with an approximate length of 96,838 feet.

Section A is in progress and planned to be completed in May of 2024. The project's next phase is to replace contact wires in Section C, which needs 96,838 feet of contact wires.

The recommended Board action is to approve the purchase of contact wire for Section C, which is planned to start in May 2024. Section B is the last section to be completed and is estimated to begin in October 2025. Procurement of the OCS contact wire for the Section B replacement is scheduled to take place in June 2025. The contact wire replacement work is being performed by in-house Traction Power workforces.

This project is part of Metro's commitment to delivering a robust State of Good Repair (SGR) program that invests in modernization and enhancement to renew asset life and reduce asset breakdowns that impact daily service and customer experience.

#### **DETERMINATION OF SAFETY IMPACT**

In accordance with Metro's SGR requirements and Transit Asset Management (TAM) Plan, the C Line OCS contact wires are reaching the end of their useful life and must be replaced promptly to comply with safety and reliability standards, alongside meeting California Public Utilities Commission regulations.

# **FINANCIAL IMPACT**

A total of \$1,052,646.22 is needed for this action. The budget is contained in Capital Project 205121 - Metro Green Line OCS Wire Replacement. The Life of Project (LOP) budget is \$38,350,000.00, which is within the project budget.

Since this is a multi-year contract, the Project Manager will be responsible for budgeting resources in future Fiscal Years.

#### Impact to Budget

The current source of funds for this action is Proposition A 35%, which is eligible for rail operations.

### **EQUITY PLATFORM**

The C Line OCS contact wires are located along the 105 freeway throughout Los Angeles County, including Equity Focus Communities (EFCs). The EFCs served include Downey, Paramount, Lynwood, Rancho Dominguez, Willowbrook, Westmont, Lennox, Hawthorne, and Lawndale. According to the 2022 Metro Customer Satisfaction Survey, 73% of current C Line passengers originate from households with very low income, and 74% lack access to personal vehicles for transportation. Furthermore, four out of every five riders on the C Line self-identify as belonging to

Black, Indigenous, and/or People of Color (BIPOC) communities. The replacement of OCS contact wires improves the reliability of transportation, and the riders will benefit from it. Awarding the OCS contact wire purchase will minimize rail service disruption for Metro riders who rely on transit services for their mode of transportation.

This contract award was designated as a Small Business Enterprise (SBE) set-aside and the solicitation was open to SBE Certified Small Businesses only. The recommended firm, Global Electric, is a minority-owned electrical contracting company that holds 8(a) Minority Business Enterprise (MBE), Small Business Enterprise (SBE), and Disadvantaged Business Enterprise (DBE) certifications with Metro.

# IMPLEMENTATION OF STRATEGIC PLAN GOALS

The recommendation supports Metro's Strategic Plan Goal 1) Provide high-quality mobility options that enable people to spend less time traveling. This contract will help maintain safety, service, and reliability standards to provide a world-class transportation system that enhances the quality of life for all who live, work, and play within Los Angeles County.

# **ALTERNATIVES CONSIDERED**

Staff considered not purchasing or replacing the entire C Line OCS contact wire, but it is not recommended. This option would require a high frequency of single-tracking operations to inspect the contact wire and regular closures to replace smaller sections. This could result in premature system failures.

#### **NEXT STEPS**

Upon approval of the recommendation, Vendor/Contract Management (V/CM) will execute Contract No. DR119508.

### <u>ATTACHMENTS</u>

Attachment A - Procurement Summary

Attachment B - DEOD Summary

Prepared by: Kelvin Zan, Executive Officer, Operations Engineering, (213) 617-6264

Errol Taylor, Deputy Chief Operations Officer, Maintenance and Engineering, (213) 922-

3227

Debra Avila, Deputy Chief Vendor/Contract Management Officer, (213) 418-3051

Reviewed by:

Conan Cheung, Chief Operations Officer, Bus (213) 418-3034

Chief Executive Officer

#### PROCUREMENT SUMMARY

#### METRO C (GREEN) LINE OCS BARE CONDUCTORS

#### **CONTRACT No. DR119508**

1.	Contract Number: DR119508			
2.	Recommended Vendor: Global Electric			
3.	Type of Procurement (check one): ⊠ IFB ☐ RFP ☐ RFP-A&E			
	☐ Non-Competitive ☐ Modification ☐ Task Order			
4.	Procurement Dates:			
	A. Issued: December 15, 2023			
	B. Advertised/Publicized: December 15, 2023			
	C. Pre-Proposal Conference: N/A			
	D. Bids Due: January 24, 2024			
	E. Pre-Qualification Completed: January 19, 2024			
	F. Conflict of Interest Form Submitted to Ethics: February 1, 2024			
	G. Protest Period End Date: N/A			
5.	Solicitations Picked up/Downloaded:	Bids/Proposals Received:		
	12	1		
6.	Contract Administrator:	Telephone Number:		
	Gloire Lokula	(213) 922-4954		
7.	Project Manager:	Telephone Number:		
	Kelvin Zan	(213) 617-6264		

### A. Procurement Background

This Board Action is to approve Contract No. DR119508 to Global Electric to procure ninety-six thousand, eight hundred thirty-nine (96,839) feet of overhead contact wires to rebuild the Metro C Line (Green Line) Overhead Contact System (OCS). Board approval of contract award is subject to the resolution of any properly submitted protest(s), if any.

The Invitation for Bid (IFB) was issued in accordance with Metro's Acquisition Policy and the contract type is a Firm Fixed Price. This solicitation was published as an SBE Set-Aside.

A single bid was received on January 24, 2024, and deemed responsive.

# B. Evaluation of Bids

The procurement was conducted in accordance and complies with Metro's Acquisition Policy for a competitive sealed bid. The single bid was deemed responsive and responsible to the IFB requirements after review by staff from the Metro Operations Department.

The recommended firm, Global Electric, the single responsive and responsible bidder, was found in full compliance in meeting the bid and technical requirements of the IFB.

## **Market Survey**

Metro received a single bid and staff conducted a market survey to determine the reasons for the lack of bid responses to this solicitation.

Twelve firms downloaded the solicitation, and one firm submitted a bid. The market survey was sent to the twelve firms, and three firms responded back to the survey. The responses received revealed that the decision for the firms not to submit a bid were based on various business limitations such as vendors not being able to meet Metro's project timeline, the scope of work didn't meet their business interest, and lastly they could not meet the Buy America compliant wire requirements

# C. Price Analysis

The recommended price is the result of an open competitive bid process in a competitive environment. The bidder prepared its bid with the expectation of adequate price competition. Both Metro and the bidder anticipated there would be more than one acceptable bid submitted. Overall, the total bid price has been determined to be fair and reasonable based upon market conditions and selection of the single responsive and responsible bidder.

The single bid received was recommended for an award at thirty seven percent (37%) lower than the independent cost estimate (ICE) provided. The price variance between the bid price and the independent cost estimate (ICE) is due to copper price fluctuations in the marketplace and manufacturing cost fluctuations due to customer demands.

Bidder's Name	Total bid Amount	Metro ICE
Global Electric	\$1,052,646.22	\$1,679,417.06

# D. Background on Recommended Contractor

The recommended firm, Global Electric, located in Anaheim, CA, has been serving the greater Los Angeles and Orange County areas since 2006. Global Electric is a minority-owned electrical contracting company that holds 8(a), Minority Business Enterprise (MBE), Small Business Enterprise (SBE), Disadvantaged Business Enterprise (DBE) certifications with US SBA, Metropolitan Water District (MWD) and the LA Metro.

For the past decade, Global Electric has performed services for various agencies such as Metrolink and LA Metro by servicing Metrolink City buses, and conducting installation operations at Union Station. Global Electric has performed satisfactorily on previous LA Metro contracts.

#### **DEOD SUMMARY**

# METRO C (GREEN) LINE OCS BARE CONDUCTORS

#### **CONTRACT No. DR119508**

## A. Small Business Participation

Effective June 2, 2014, per Metro's Board-approved policy, competitive acquisitions with three or more Small Business Enterprise (SBE) certified firms within the specified North American Industry Classification System (NAICS) as identified for the project scope shall constitute a Small Business Set-Aside procurement. Accordingly, the Contract Administrator advanced the solicitation, including posting the solicitation on Metro's website, advertising, and notifying certified small businesses as identified by NAICS code(s) that this solicitation was open to SBE Certified Small Businesses Only.

Global Electric, an SBE Prime Supplier, made a 60% SBE commitment. While the SBE Prime Supplier is performing 100% of the work with their own workforce, only 60% of the cost of materials and supplies can be credited towards its commitment.

### **SMALL BUSINESS SET-ASIDE**

	SBE Prime Contractor	SBE % Committed
1.	Global Electric	60%
	Total Commitment	60%

# B. <u>Living Wage and Service Contract Worker Retention Policy Applicability</u>

The Living Wage and Service Contract Worker Retention Policy is not applicable to this contract.

## C. Prevailing Wage Applicability

Prevailing Wage is not applicable to this contract.

### D. Project Labor Agreement/Construction Careers Policy

Project Labor Agreement/Construction Careers Policy is not applicable to this Contract. Project Labor Agreement/Construction Careers Policy is applicable only to construction contracts that have a construction contract value in excess of \$2.5 million.