

**SOUND TRANSIT
STAFF REPORT**

MOTION NO. M2009-05

Procurement of Shop Tools and Maintenance Equipment

Meeting:	Date:	Type of Action:	Staff Contact:	Phone:
Finance Committee	01/08/09	Discussion/Possible Action	Bonnie Todd, Director of Transportation Services Charles Joseph, Program Manager, Transportation Services	(206) 398-5367 (206) 398-5200

Contract/Agreement Type:		Requested Action:	
Competitive Procurement	✓	Execute New Contract/Agreement	✓
Sole Source		Amend Existing Contract/Agreement	✓
Agreement with Other Jurisdiction(s)		Budget Amendment	
Real Estate		Property Acquisition	

PROJECT NAME

Shop Tools and Maintenance Equipment for Central Link Initial Segment/Airport Link

PROPOSED ACTION

Authorizes the chief executive officer to execute a contract amendment with W.W. Grainger, Inc. to provide necessary shop tools and maintenance equipment for the Central Link Light Rail Initial Segment/Airport Link project in the amount of \$466,896, with a 10% contingency of \$46,689, totaling \$513,585 for a new total authorized contract amount not to exceed \$653,585.

KEY FEATURES of PROPOSED ACTION

- The Operations & Maintenance Agreement between Sound Transit and King County requires Sound Transit to procure tools and equipment necessary to perform the training, testing and maintenance of the Central Link Light Rail Initial Segment/Airport Link.
- Sound Transit has procured items from W.W. Grainger through the State of Washington General Administration Agency (GAA) program that allows Washington State agencies, city and county government, school districts, colleges and universities, and a number of not-for-profit organizations to utilize contracts that have been competitively bid by the State for best price.
- The scope of work covered by this contract amendment and the scope of work covered by the original contract to which this amendment applies were both going to be presented to the Finance Committee for approval on December 18, 2008 as one action authorizing a single contract for the combined scope of work. Due to poor weather conditions, however, the December 18, 2008 Finance Committee was canceled. Because of an immediate need to procure some of the tools and equipment for Central Link light rail to ensure the timely start-up of operations, a \$140,000 procurement action was initiated within the chief executive officer's authority independent of this request. This action requests approval for the remainder of the original scope of work.

BUDGET IMPACT SUMMARY

There is no action outside of the Board-adopted budget; there are no contingency funds required, no subarea impacts, or funding required from other parties other than what is already assumed in the financial plan.

BUDGET and FINANCIAL PLAN DISCUSSION

The Adopted 2008 Lifetime Capital Budget for the Central Link Initial Segment is \$2.07 billion. Within that amount, \$1,665,000 has been set aside for the procurement of Maintenance Equipment (P811) in the construction phase. This proposed action would increase commitments for this budget line item by \$513,586 to a revised total commitment of \$726,616, and leave a remaining balance of \$938,384.

The proposed action is consistent with the current adopted budget, and is affordable within the agency’s long-term financial plan and subarea financial capacity. The action will have no new revenue impact on Sound Transit.

BUDGET TABLE

Action Item: Grainger (provide tools and maintenance equipment for the Central Link Initial Segment project)

(Year of Expenditure \$000)

Initial Segment	Adopted 2008 Budget (A)	Committed To Date (B)	This Action (C)	Total Committed & Action (D)	Uncommitted (Shortfall) (E)
Agency Administration	193,274	170,020		170,020	23,254
Preliminary Engineering	33,310	33,310		33,310	(0)
Final Design	147,213	146,902		146,902	311
Right of Way	208,396	203,601		203,601	4,796
Construction	1,191,768	1,158,302	514	1,158,816	32,952
Construction Services	100,317	101,809		101,809	(1,492)
Third Party Agreements	63,414	63,406		63,406	8
Vehicles	132,307	131,799		131,799	508
Total Current Budget	2,070,000	2,009,150	514	2,009,664	60,336

Construction Phase Detail

P811 Maintenance Equipment	1,665	213	514	726	939
Other Construction	1,190,103	1,158,089		1,158,089	32,013
Total Phase	1,191,768	1,158,302	514	1,158,816	32,952

Contract Amount	Board Approvals to Date (F)	Current Approved Contract Value (G)	Proposed Action (H)	Proposed Total for Board Approval (I)	Proposed Contract Value (J)
Contract Amount	-	140	467	607	607
Contingency	-	-	47	47	47
Total Contract	-	140	514	654	654
Percent Contingency	0%	0%	100%	8%	8%

(B) COMMITTED TO DATE amounts are from Agency WBS Report as of October 2008 + approved and pending board actions not recorded as of 10/31/08, or submitted after that date.

SMALL BUSINESS PARTICIPATION

Not applicable to this action.

EEO Commitment

W.W. Grainger workforce demographics are 35% women and 21% people of color.

PROJECT DESCRIPTION and BACKGROUND for PROPOSED ACTION

Sound Transit and King County Metro have identified and mutually agreed to a list of equipment required to assist in the diagnosis and repair of the facilities, infrastructure, and light rail vehicles (LRV) of the Central Link Light Rail system.

These tools and equipment will be the property of Sound Transit. King County Metro will be the operators of the Central Link Light Rail and they have established procedures to account for and safeguard these Sound Transit assets.

The tools and equipment are comprised of such items as specialty machinery, machine tools, industrial motorized equipment, and small hand tools to be utilized by the King County Metro light rail craft departments at the Operations and Maintenance Facility to perform their job functions as assigned. These crafts are as follows: repair and maintain the light rail vehicles, repair and maintain track and switches, repair and maintain railroad signal and communications systems, repair and maintain traction power substations and overhead contact systems, repair and maintain data systems, repair and maintain facilities, and clean facilities and stations.

PRIOR BOARD/COMMITTEE ACTIONS

None

CONSEQUENCES of DELAY

Some of the specialty tools and equipment have extensive lead times and any delays could result in not having the required tools inventoried and in place to support simulated revenue service, which is scheduled to begin May 1, 2009.

PUBLIC INVOLVEMENT

Not applicable to this action.

ENVIRONMENTAL COMPLIANCE

JI, 11/14/08

LEGAL REVIEW

LA, 12/12/08

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ENVIRONMENTAL COMPLIANCE

Jl, 11/14/08

LEGAL REVIEW

LA, 12/12/08

SOUND TRANSIT

MOTION NO. M2009-05

A motion of the Finance Committee of the Central Puget Sound Regional Transit Authority authorizing the chief executive officer to execute a contract amendment with W.W. Grainger, Inc. to provide necessary shop tools and maintenance equipment for the Central Link Light Rail Initial Segment/Airport Link project in the amount of \$466,896, with a 10% contingency of \$46,689, totaling \$513,585 for a new total authorized contract amount not to exceed \$653,585.

Background:

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Motion:

It is hereby moved by the Finance Committee of the Central Puget Sound Regional Transit Authority that the chief executive officer is authorized to execute a contract amendment with W.W. Grainger, Inc. to provide necessary shop tools and maintenance equipment for the Central Link Light Rail Initial Segment/Airport Link project in the amount of \$466,896, with a 10% contingency of \$46,689, totaling \$513,585 for a new total authorized contract amount not to exceed \$653,585.

APPROVED by the Finance Committee of the Central Puget Sound Regional Transit Authority at a regular meeting thereof held on January 8, 2009.



Aaron Reardon
Finance Committee Chair

ATTEST:



Marcia Walker
Board Administrator