



**OPERATIONS COMMITTEE
NOVEMBER 17, 2005**

SUBJECT: GREEN/GOLD RAIL LINE REPLACEMENT PARTS

ACTION: AWARD CONTRACT FOR GREEN/GOLD LINE RAIL PARTS

RECOMMENDATION

Authorize the Chief Executive Officer to award a firm fixed price contract under Bid Number 05-0006 with Siemens Transportation Systems Inc., the lowest responsive and responsible bidder for various Green/Gold Rail Line Parts, for an amount not to exceed \$1,047,306.

RATIONALE

This Inventory Management procurement is a one-time purchase for various replacement rail parts for the Green/Gold line P2000 light rail vehicles. The replacement rail parts provided under this contract will provide materials required to support Rail Fleet Services Maintenance Program. There are 52 Siemens P2000 light rail cars in the fleet.

The replacement rail parts will be used to replace worn parts on the Propulsion System. The Propulsion System is the electronic control device for powering the train. Some of the components on the Propulsion System such as Printed Circuit Boards, No Motion Boards, Cradle Assembly, Panel Assembly, Gear Unit, Traction Motor Assembly, and Brake Trays have long lead times from seven to eleven months.

It is necessary to have these parts in stock and ready for delivery to ensure uninterrupted revenue service. These rail parts will be set up in inventory so that they are immediately available for Rail Fleet Services to replace worn Propulsion parts.

FINANCIAL IMPACT

The funding of \$258,644 for rail parts is included in the FY06 budget in Cost Centers 3943/3944 Green Line Fleet Services and Gold Line Fleet Service, under Project Numbers 300033 Green Line and 300055 Gold Line, Account Number 50441 Parts.

Since the rail parts will be delivered in multi-years, the Cost Center Managers and Deputy Chief Executive Officer will be accountable to budget the cost in future fiscal years.


ALTERNATIVES CONSIDERED

The alternative is not to purchase the required parts. This approach is not recommended since the parts require long lead times for delivery, seven to eleven months. Therefore, it is necessary to have these items in stock and ready for delivery to ensure uninterrupted revenue service.

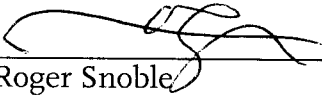
ATTACHMENTS

- A Procurement Summary
- A-1 Procurement History
- A-2 Bid Tabulation

Prepared By: Sherri Jackson, Sr. Buyer
Cathy Kaminski, Material Manager

for 

John B. Catoe, Jr.
Deputy Chief Executive Officer



Roger Snoble
Chief Executive Officer

**BOARD REPORT ATTACHMENT A
PROCUREMENT SUMMARY**

GREEN/GOLD LINE REPLACEMENT PARTS

1.	Contract Number: 05-0006		
2.	Recommended Vendor: Siemens Transportation Systems, 7464 French Road, Sacramento, CA 95828		
3.	Cost/Price Analysis Information:		
	1. Bid/Proposed Price: \$1,047,306.00	Estimated Amount: \$ 851,298	
	B. Details of Significant Variances are in Attachment A-1.D		
4.	Contract Type: Fixed Price		
5.	Procurement Dates:		
	A. Issued: 3/18/05		
	B. Advertised: 3/23/05		
	C. Pre-bid Conference: 3/30/05		
	D. Proposals/Bids Due: 5/17/05		
	E. Pre-Qualification Completed: N/A		
	F. Conflict of Interest Form Submitted to Ethics: Yes		
6.	Small Business Participation: 0%		
	A. Bid/Proposal Goal: 0% No goal recommended	Date Small Business Evaluation Completed:	
	Small Business Commitment: No goal recommended		
7.	Invitation for Bid/Request for Proposal Data:		
	Notifications Sent: 28	Bids/Proposals Picked up: 28	Bids/Proposals Received: 2
8.	Evaluation Information:		
	A. Bidders/Proposers Names:	<u>Bid/Proposal Amount:</u>	<u>Best and Final Offer Amount:</u>
	1. Siemens Transportation Systems, Inc.	\$1,047,306	N/A
	2. Bombardier Transportation, USA	\$1,069,139	
	B. Evaluation Methodology: Selection of the lowest responsive, responsible bidder.		
9.	Protest Information:		
	A. Protest Period End Date: November 22, 2005		
	B. Protest Receipt Date: N/A		
	C. Disposition of Protest Date: N/A		
10.	Contract Administrator: Sherri Jackson	Telephone Number: 213/922-1025	
11.	Project Manager: Cathy Kaminski - Inventory	Telephone Number: 213/922-5713	

**BOARD REPORT ATTACHMENT A-1
PROCUREMENT HISTORY**

GREEN/GOLD LINE REPLACEMENT PARTS

A. Background on Contractor

Siemens Transportation Systems, Inc. is a division of the Siemens organization, which has a history spanning more than 150 years. Siemens has grown from a small workshop into a highly successful global company as one of the world-leading suppliers in the rail industry. Siemens is the Original Equipment Manufacturer of the Green/Gold line rail fleet.

Siemens has provided satisfactory service and products to Metro.

B. Procurement Background

In accordance with Procurement Policies and Procedures, the bids submitted were evaluated. Evaluation of the two (2) bids received was based on Metro approved specifications. The apparent low bidder, Siemens Transportation Systems, Inc., was determined to be the lowest responsive, responsible bidder for this solicitation.

The Diversity and Economic Opportunity Department did not recommend a participation goal for this procurement.

C. Evaluation Criteria

Technical review and selection of the lowest responsive, responsible bidder.

Bidder #1 Siemens Transportation Systems Inc. in the amount of \$1,047,306 is in full compliance to the bid specifications.

Bidder #2 Bombardier Transportation, USA, in the amount of, \$1,069,139 is in full compliance to the bid specifications.

D. Cost/Price Analysis Explanation of Variances

The recommended bid price of \$1,047,306 has been determined to be fair and reasonable, based upon adequate price competition, and selection of the lowest responsive and responsible bidder.

