One Gateway Plaza Los Angeles, CA 90012-2952



OPERATIONS COMMITTEE OCTOBER 16, 2008

SUBJECT: UNION SWITCH & SIGNAL RAIL PARTS

ACTION: AWARD A CONTRACT FOR P2550 RAIL PARTS

RECOMMENDATION

Metro

Authorize the Chief Executive Officer to award a firm fixed price contract under Bid No. 09-0003 with Union Switch & Signal, Inc., the single bidder for Automatic Train Protection (ATP) and Train to Wayside Communication (TWC) spare parts for the P2550 Rail Car Fleet, for an amount not to exceed \$522,476.

RATIONALE

This procurement is for contractual spare parts for the ATP/TWC system on the P2550 Ansaldobreda Light Rail vehicle. The ATP/TWC package serves as the electronic safety/protection system that is on every light rail car. The ATP provides speed enforcement and system safety for the Braking Propulsion Door Control and Vehicle Direction Control. The ATP also stops trains from running into each other from behind or head on, by electronically reducing the speed or stopping a train if it is within a certain distance from another train. It will also not allow the doors to open at the platform if the trains are not at their proper markers on the track of the platform. The TWC provides safe train separation and has the ability to control the performance levels of the train through the tracks, and also allows control from the Rail Operation Control facility.

This procurement will ensure that the required parts for the ATP/TWC package are available when necessary. The ATP/TWC components will be maintained in inventory and managed by Material Management.

FINANCIAL IMPACT

Funding of \$522,476 for the P2550 ATP/TWC spare parts is included in the FY09 budget in Cost Center 3940 (Rail Fleet Services), CP 800151, Light Rail Vehicle Fleet Enhancement. This action is within the approved life-of-project (LOP) budget of \$152,919,000.

ALTERNATIVES CONSIDERED

The alternative is to not award a contract for the spare parts. This strategy is not recommended because of the possible impact to revenue service on the Metro Gold Line due to a lack of ATP/TWC parts.

ATTACHMENT(S)

- A Procurement Summary
- A-1 Procurement History
- A-2 List of Subcontractors
- B Bid Tabulation

Prepared by: Sherri Jackson, Procurement Planning Administrator Richard Lozano, Director Rail Vehicle Acquisition and Maintenance

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Mike Gannell General Manager, Rail Operations

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Roger Snoble () Chief Executive Officer

ATTACHMENT A PROCUREMENT SUMMARY

ATP/TWC SPARE PARTS

1.	Contract Number: 09-0003						
2.	Recommended Vendor: Union Switch & Signal, Inc.						
3.	Cost/Price Analysis Information:						
	A. Bid/Proposed Price:			Recommended Price:			
	\$522,476			\$522,476			
	B. Details of Significant Variances are in Attachment A-1.D						
4.	Contract Type: Firm Fixed Price						
5.	Procurement Dates:						
	A. Issued: July 28,2008						
	B. Advertised: July 26, 2008						
	C. Pre-bid Conference: N/A						
	D. Bids Due: August 26, 2008						
	E. Pre-Qualification Completed: Yes						
	F. Conflict of Interest Form Submitted to Ethics: Yes						
6.	Small Business Participation:						
	A. Bid/Proposal Goal:		Date Small Business Evaluation Completed:				
	0% N/A						
	B. Small Business Commitment: N/A						
7.	Invitation for Bid/Request for Proposal Data:						
	Notifications Sent: Bids/P		roposals Picked Bids/I		Proposals Received:		
	2	up:				1	
				5			
8.	Evaluation Information:						
	A. <u>Bidders/Proposers Names</u> :		<u>Bid/Proposal Amount:</u>		Best and Final		
					Offer Amount:		
	Union Switch & Signal, Inc.		\$522,476		NA		
	B. Evaluation Methodology: Price Analysis Attachment A-1.D						
	Protest Information:						
9.	A. Protest Period End Date: October 16, 2008						
	B. Protest Receipt Date: TBD						
	C. Disposition of Protest Date: TBD						
10	C. Disposition of Protest Date. 1 Contract Administrator:			Telephone Number:			
10.	Sherri Jackson			213-922-1025			
11.	Project Manager:			Telephone Number:			
11.	Richard Lozano			323-224-4058			
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ATTACHMENT A-1 PROCUREMENT HISTORY

ATP/TWC SPARE PARTS

A. <u>Background on Contractor</u>

Union Switch & Signal, Inc. (US&S) was founded in 1881 by George Westinghouse, who consolidated the assets of companies that had pioneered closed track circuits and interlockings. Operating as an independent company until 1917, US&S became a subsidiary of Westinghouse Air Brake. In 1968, American Standard purchased the operation and reorganized US&S as a separate division. In 1988, Ansaldo purchased US&S from American Standard. In November 1993, US&S became a publicly traded company. In December 1996, US&S merged with the other signaling investments of Ansaldo located around the world, causing US&S to be a wholly-owned subsidiary of Ansaldo Signal, a global supplier of signaling, control and automation systems with operations worldwide.

Union Switch &Signal, Inc. has developed signaling and control technologies for railroad and transit systems in North America and worldwide by applying automation and information technologies to a future of "smart" trains run by their computerized control systems, providing automated and fully integrated operations control.

B. <u>Procurement Background</u>

Invitation for Bid (IFB) No. 09-0003 was advertised on July 26, 2008 and released on July 28, 2008. The bid deadline was August 26, 2008. In addition to newspaper advertising, five bidders requested and received the IFB solicitation package. Union Switch and Signal, Inc. was the only firm to submit a bid.

The Diversity & Economic Opportunity Department (DEOD) did not recommend a Disadvantaged Business Enterprise Anticipated Level of Participation (DALP) goal for this procurement.

C. Evaluation of Bids

In accordance with our Procurement Policy Manual, staff performed an evaluation of the bid that was received. Union Switch & Signal, Inc.'s bid was found to be in full compliance with the bid requirements.

D. <u>Cost/Price Analysis</u>

The recommended not to exceed bid amount of \$522,476 is the result of an open competitive bid process, and the bidder prepared its bid in expectation of adequate price competition. Based on the pre-solicitation market research, we anticipated more than one acceptable bid submittal.

Union Switch and Signal, Inc.'s price in the total amount of \$522,476 is determined to be fair and reasonable based on price analysis. Price analysis compared the bid price to the rail car manufacturer's prices identified on the original spare parts list. Buying direct from Union Switch and Signal, Inc. will result in a cost savings of \$305,760.

ATTACHMENT A-2 LIST OF SUBCONTRACTORS

ATP/TWC SPARE PARTS

PRIME CONTRACTOR – Union Switch and Signal, Inc.

Small Business Commitment

Other Subcontractors

N/A

N/A

Total Commitment 0.0%

LOS ANGELES COUNTY METROPOLITAN TRANSPORTATION AUTHORITY BID TABULATION Bid No: 09-0003 USS Spare Parts Attachment **B**

07/28/08 Total 5

Bids Out:

\$7,500.00 \$522,475.60 \$53,860.00 \$34,236.00 \$4,635.00 \$45,220.00 \$11,948.00 \$19,674.00 \$11,200.00 \$13,908.00 \$9,780.00 \$5,778.60 \$10,098.00 \$5,988.00 \$50,872.00 \$14,440.00 \$7,905.00 \$20,088.00 \$17,710.00 \$22,362.00 \$6,966.0(\$5,310.00 \$1,965.00 \$846.00 \$131,300.00 \$8,886.0 Union Switch & Signal Inc. Total Price \$855.90 \$463.50 \$250.00 \$963.10 \$1,683.00 \$1,497.00 \$2,693.00 \$2,261.00 \$2,318.00 \$141.00 \$298.70 \$983.70 \$1,481.00 \$32,825.00 \$12,718.00 \$3,348.00 \$1,600.00 \$2,530.00 \$3,727.00 \$1,161.00 \$1,630.00 \$885.00 \$327.50 \$1,444.00 \$1,317.50 Unit Price Grand Total EA MD EΑ EA EA EΑ EA EA EA EA EA ΕA EA EA 40 40 10 20 20 20 30 Qty 10 و 9 4 9 9 ~ 5 9 9 ૭ 9 9 9 ૭ 9 4 378391040020/AA043HM N25402401/AA03HHY N26204601/ AA03W92 N25402301/AA03PIE N21912401/AA03PIH N21067601/AA03KEJ N21065602/AA03P1F N396278/AA03J4X Vendor Part No. N451910-0802 N451910-5507 N41910-5402 N25560702 N21266407 N21068001 N21272402 N21270404 N17061322 N21272202 N21068801 N21260103 N21213301 N21266405 N21065601 N21206601 N436788 Printed Circuit Board 100 HZ Filter Demodulator Board Printed Circuit Board Conditional Power Supply Board Printed Circuit Board Decoder Print Circuit Board Printed Circuit Board, 250HZ Filter Demodul Printed Circuit Board Multi-function Board Printed Circuit Board Power Supply Board Printed Circuit Board Battery CIND Board Printed Circuit Board FSK Receiver Board Printed Circuit Board Vital Input Board Cardfile ASo ATP/TWC (cardfile only) Printed Circuit Board 332 CPU Board Printed Circuit Board TWC Controller Description Bids Opened: <u>08/26/08</u> Total <u>1</u> Printed Circuit Board FSK CPU Advertisement Date(s): 07/26/08 **EPROM Printed Circuit Board** Printed Circuit Board Relay Track Receiver Bar, 100HZ Cardfile Assy ATP/TWC Newspaper: Daily News **TWC Interface Panel** Vital Relay, PM159B Aspect Display Unit Decelerometer Assy Antenna TWC Speed Sensor Junction Box Pick Up Coil No Bid: 25 24 13 10 14 15 16 17 18 19 20 21 22 23 12 11 ە ~ 5 о́Х

I hereby certify usin Suiteh \notin Signal \downarrow m. as being the lowest responsive, responsible bidder and recommend the award to them for total price, including sales tax, of \$ 522, 475 60

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Signature

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