

November 29, 2000



Metropolitan
Transportation
Authority

One Gateway Plaza
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TO: BOARD OF DIRECTORS

FROM: COLONUS MITCHELL *Colonus Mitchell*
EXECUTIVE OFFICER, PROCUREMENT
CHARLES W. STARK *Charles W. Stark* FOR
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SUBJECT: EXTENSION OF THE PROJECT MANAGEMENT
ASSISTANCE (PMA) CONTRACT NO. PM021,
FLUOR DANIEL, INC.

ISSUE

The current Project Management Assistance (PMA) Contract was scheduled to begin close-out effective November 30, 2000. However, continued support beyond the contract period is required until a new replacement Contract, which is currently in the RFP process, is awarded. It is anticipated that the earliest this replacement contract could be awarded would be after April 6, 2001. Therefore, it is necessary to extend the existing PMA Contract through April 2001 to provide continued needed support to MTA Construction staff. There will be no increase required to the Board approved Contract Value or AFE for this extension period.

BACKGROUND

The MTA Board, in August 2000, during a Special Board Meeting approved an extension to PMA Contract No. PM021, an AFE amount and a Not-To-Exceed Contract Value of \$17,119,000, to extend PMA support to the MTA through November 30, 2000, with a period of one (1) month through December 31, 2000, for close-out.

The PMA Contract is now drawing to a close. The delay between the end of the current extension of the PMA Contract (November 30, 2000) and award of a new replacement contract (after April 6, 2001) will impact the Engineering and the Construction Division by eliminating as needed highly specialized resources and temporary staff to support the growing volume of Capital Improvement Projects (CIP). Although a midyear MTA staffing adjustment is being developed, additional MTA staff will not be in place to absorb the workload.

The Project Management Assistance (PMA) Contract continues to provide a cost-effective means of obtaining a wide range of highly qualified expertise to support periodic needs, which arise on large construction programs. The PMA Contract is a Cost Plus Fixed Fee (CPFF) and there is minimal risk in any extension as the Contractor can only bill for support actually provided.

FINANCIAL IMPACT

Through effective MTA management, staff has been able to achieve a residual AFE amount totaling \$903,501 which would provide funding within the Board Approved AFE and Contract Value for any extension requirement. Therefore, approval of additional funding is not required.

NEXT STEPS

Staff will extend PMA Contract No. PM021 through April 2001, with the provision that as replacement staff becomes available, support by the PMA Contractor will cease. Staff will make every effort to minimize the PMA support. MTA Management has established a value Not-To-Exceed \$680,000 for any extension effort.

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