



Metro

Los Angeles County
Metropolitan Transportation Authority

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April 4, 2018

TO: BOARD OF DIRECTORS

THROUGH: PHILLIP A. WASHINGTON PAW
CHIEF EXECUTIVE OFFICER

FROM: DEBRA AVILA [Signature]
CHIEF VENDOR/CONTRACT MANAGEMENT OFFICER

SUBJECT: REJECT BID AND RESOLICIT

ISSUE

Invitation for Bids (IFB) No. DB47504 for Design/Build for Replacement of Division 20 Red Line Wheel Press Machine was originally issued on October 20, 2017 as a Small Business Prime solicitation (Set Aside) and was open to Metro SBE certified small businesses only. On December 4, 2017, only one bid was received from a SBE firm. Since the single bid failed to satisfy the Set-Aside procurement requirement for three bids from SBE firms, the bid was returned to the bidder and the IFB was prepared to be reissued.

On January 29, 2018, Metro Vendor/Contract Management (V/CM) staff issued a second Invitation for Bids (IFB) No. DB47504-2 on an open competition basis in accordance with Metro's Policies and Procedures. On the bid due date of March 12, 2018, a public bid opening was conducted and only one bid was received. Upon completion of the public bid opening staff proceeded with its due diligence in conducting a full bid evaluation and found the bid to be materially non-responsive due to the bidder's failure to provide the required bid bond and other bid guarantees. The bid also contained incomplete forms and various bid forms were not submitted.

This Board Box provides staff's intent to reject the single bid received and resolicit an IFB for Design/Build for Replacement of Division 20 Red Line Wheel Press Machine.

DISCUSSION

Public Utility Code Section 130242, Design/Build for Systems and Facilities - Low Bid Award, subsection (e) states that "The authority, at its discretion, may reject any and all bids, and may re-advertise. All bids submitted pursuant to this section shall be presented under sealed cover and shall be accompanied by one of the following forms of bidder security: (1) cash, (2) a cashier's check, (3) a certified check made payable to

the authority, or (4) a bidder's bond executed by an admitted surety insurer, made payable to the authority.”

In accordance with Metro's Acquisition Policies and Procedures, V/CM staff recommends rejecting the single bid and canceling IFB DB47504-2 as a result of not receiving any responsive, responsible bids.

NEXT STEPS

Staff intends to issue a new IFB for Design/Build for Replacement of Division 20 Red Line Wheel Press Machine that will be open for competition to all size firms. The IFB will have mandatory SBE and Disabled Veterans Business Enterprise (DVBE) goals established. Bidding firms must meet these SBE/DVBE goals as a condition of contract award. Staff is planning to present the contract award recommendation to the Board within the next three months.