ORDINANCE NO. 022-17

AN ORDINANCE AUTHORIZING
CHANGE ORDERS TO
CONTRACTS APPROVED BY
THE TRANSIT BOARD

WHEREAS, Contract change orders for contracts originally valued at $1,000,000.00 or less that individually or cumulatively increase the original contract value by more than 10% require approval by the Chicago Transit Board; and

WHEREAS, Contract change orders for contract originally valued at more than $1,000,000.00 that individually or cumulatively increase the original contract value by more than 10% or by more than $500,000.00 require approval by the Chicago Transit Board; and

WHEREAS, Contract change orders that extend the contract completion or termination date by more than twelve months require approval by the Chicago Transit Board; and

WHEREAS, The following change orders, either individually or cumulatively with previous change orders, increase the original value of the respective contract by more than 10% or $500,000.00 and/or extend the contract completion or termination date by more than twelve months and the Board has determined that such increases and extensions are in the best interest of the Chicago Transit Authority; now, therefore:

BE IT ORDAINED BY THE CHICAGO TRANSIT BOARD
OF THE CHICAGO TRANSIT AUTHORITY:

SECTION 1. The Chairman of the Chicago Transit Board, or his designee, and the President of the Chicago Transit Authority and Vice President of Purchasing and Supply Chain, or their designees, are hereby authorized to execute the following contract change orders:

Original Ordinance No. 020-23
Description: Furnish and deliver tee rail, joint bars, fish plates and rail joint kits as required for a period of up to 36 months from date of contract execution

This Change Order No. 2 provides for additional funds for carbon steel tee rail and joint bars which are to be used to replace old rapid transit rail that becomes worn to the point of necessitating speed restrictions at various locations system wide. During the past two years, steel prices have risen greatly which is the reason for the contract being expended faster than expected; the remaining amount will be insufficient to cover contract
needs. The additional funds are needed to ensure that sufficient funds are available to allow continuous repairs and replacements of rail components until a new contract is executed.

Staff recommends a contract increase of $500,000.00 to ensure service without interruption. The total amount of the contract represents an aggregate value for multiple awards under this contract.
Change Order No. 2: $500,000.00
Revised Contract Amount: $1,875,000.00

Original Ordinance No. 018-14
Description: Furnish and deliver sheet metal steel of various sizes and thickness as required for a period of up to 36 months from date of contract execution
This Change Order No. 1 will authorize a six-month time extension. This contract was extended twice by six months via a letter. The solicitation for a new contract is currently being processed to rebid. The original bid opening resulted in only one bid being received. As a multiple award modified blanket, this contract would require multiple bids resulting in multiple awards so that individual orders can be bid amongst the awarded vendors. Staff performed a “no-bid” inquiry. One vendor stated that they will bid this solicitation when it is rebid. Therefore, to obtain multiple bids, staff recommended that the requirement be rebid. The extension would allow time to complete the procurement process and award a new contract. The circumstances said to necessitate this change were not foreseeable at the time of contract execution.
Change Order No. 1: $0.00 + Six-month time extension
Revised Contract Amount: $325,000.00

1.3 Contract No. B16OP03998 – Automatic Fire Controls
Original Ordinance No. 017-13
Description: Furnish all labor, material, tools, and equipment to test, inspect, repair and maintain CTA’s clean agent, fire prevention systems at various locations for a period of up to 36 months from date of contract execution
Change Order No. 3 will authorize a six-month time extension. This contract was extended twice by six months via a letter, initially to allow sufficient time to complete the procurement process and then during the pandemic to allow time to transition to a digital e-procurement system to accept bids. CTA recently advertised for these services which resulted in
two responses, both of them which were found non-responsive and the solicitation must be rebid. The additional six-month extension is needed to ensure the continuation of service while the solicitation is rebid. The extension would allow time to complete the procurement process and award a new contract. The circumstances said to necessitate this change were not foreseeable at the time of contract execution.

Change Order No. 3: $0.00 + Six-month time extension
Revised Contract Amount: $540,000.00

1.4 Contract No. B18OP80498R2 – Alvarez, Inc.  
Original Ordinance No. 019-15  
Description: Provide chemical treatment of CTA’s Rapid Transit Right-of-Way and ballasted track to prevent the growth of vegetation for a period of up to 36 months from date of contract execution  

Change Order No. 1 provides for additional funding. This chemical treatment contract provides the CTA with the measures to prevent growth of vegetation from taking place within transit systems right of way. Due to an increase in previous usage for this service and the extension of the contract, the remaining funding will be insufficient to cover contractual needs until a new contract can be executed. Staff recommends a contract increase of $100,000.00 to ensure services without interruption until a new contract can be awarded. This contract was extended by six months via letter to allow time to complete the procurement process and award a new contract.

Change Order No. 1: $100,000.00  
Revised Contract Amount: $600,000.00

1.5 Contract No. B17OP00552R – IAP Construction, Inc.  
Original Ordinance No. 018-6  
Description: Furnish labor, materials, tools equipment, and related items necessary to install concrete sidewalks, driveways, slabs, curbs, foundations, and related construction work at various locations within the Chicago Metropolitan Area as required for a period of up to 36 months from date of contract execution  

Change Order No. 1 will authorize a six-month time extension. This contract was previously extended by 12 months via a letter to allow sufficient time to revise the detailed specifications, complete the procurement process and award a new contract. The solicitation for a new contract is currently being processed to rebid. The original bid opening resulted in only one bid being received. Therefore, in an effort to obtain greater competition and potentially more favorable pricing, staff
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recommends that this requirement be rebid. The requested six-month extension is needed to provide the timeframe to rebid the solicitation, award and fully execute a new contract. The extension will also allow for the continuity of service that is needed to repair crumbling and damaged surfaces that help prevent damage to vehicles and ensure the safety of internal and external customers by removing tripping hazards. The circumstances said to necessitate this change were not foreseeable at the time of contract execution.

Change Order No. 1: $0.00 + Six-month time extension
Revised Contract Amount: $1,800,000.00

SECTION 2. The Chairman, President, and Vice President of Purchasing and Supply Chain, or their designees, are further authorized to take such actions and execute such documents as may be necessary to implement the objectives of this ordinance.

SECTION 3. This ordinance shall be in full force and effect from and after its passage.

APPROVED:       PASSED:

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Chairman            Assistant Secretary

February 9, 2022            February 9, 2022