

# Committee Report

Transportation Committee



**Committee Meeting Date:** March 25, 2024

**For the Metropolitan Council:** April 10, 2024

## Business Item: 2024-79

Blue Line State of Good Repair Phase 3: Siemens Mobility Sole Source

### Proposed Action

That the Metropolitan Council authorize the Regional Administrator to approve a Sole Source procurement authorization with Siemens Mobility for an amount not to exceed \$2,500,000.

### Summary of Transportation Committee Discussion/Questions

Metro Transit Principal Project Coordinator presented this item. Chamblis asked for procurement details.

It was moved by Carter, Toni seconded by Chamblis. Motion carried, consent to Council.



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Blue Line State of Good Repair Phase 3: Siemens Mobility Sole Source

<b>District(s), Member(s):</b>	District #5 (Pacheco), District #6 (Lilligren), District #7 (Osman)
<b>Policy/Legal Reference:</b>	FM 14-2 Expenditures for the Procurement of Goods, Services, and Real Estate Policy
<b>Staff Prepared/Presented:</b>	Lesley Kandaras, General Manager, Metro Transit, 612-349-7513 Brian Funk, Deputy General Manager, Metro Transit, 612-349-7514 Marilyn Porter, Director, Metro Transit Engineering & Facilities, 612-349-7689 Michael Wnek, Principal Project Coordinator, 612-349-7634
<b>Division/Department:</b>	Metro Transit

### Proposed Action

That the Metropolitan Council authorize the Regional Administrator to approve a Sole Source procurement authorization with Siemens Mobility for an amount not to exceed \$2,500,000.

### Background

Blue Line State of Good Repair Phase 3 (BLSOGR3) is a state-of-good repair project focusing on replacement of track, interlockings, signaling, and communications equipment on the METRO Blue Line between Cedar-Riverside and Terminal 2 Stations. Revised track layouts as well as bi-directional signaling between Cedar South and Fort Snelling Interlockings will increase the resiliency and operational flexibility of the METRO Blue Line.

Siemens Mobility products including, but not limited to, audio frequency track circuit components and other safety-critical signaling control equipment are currently in use on METRO Blue Line. These products are proprietary to Siemens for the railway industry and are not open architecture. Siemens products are not compatible with other manufacturers. Light Rail Transit (LRT) signaling for both new construction and rehabilitation projects including Green Line Extension and Blue Line Enhancements Phase 2B also uses these same Siemens products. Signal system compatibility is needed to maintain system safety and reliability.

Railway signal system components have continued to experience lead times as long as 12 to 14 months. These lead times exceed the project schedule, thus making procurement of this material by a contractor difficult. These items include, but are not limited to:

- Grade crossing track circuit,
- relays,
- transformers, and
- other ancillary devices.

For smaller rehabilitation projects, COUNCIL has previously used Rail Systems Maintenance's existing sole source authorization for Siemens Mobility to advance procure material. However, the quantities needed for the Blue Line State of Good Repair Phase 3 project would exhaust these sole sources and leave Rail Systems Maintenance with no ability to procure spare parts for COUNCIL's existing signal system.

### **Rationale**

The execution of a Sole Source agreement exceeding \$500,000 requires Council approval.

### **Thrive Lens Analysis**

This contract will advance the Thrive Outcomes of Prosperity, Equity, and Sustainability through investment in high-quality transportation options that make the region more economically competitive through increased workers' access to employment, and support to employers by increasing available workforce with affordable, convenient transportation; distributing transit resources throughout the region and improving access to jobs, educational opportunities, and health services to diverse communities; and ensuring the region's existing transit resources are maintained in a state of good repair, thereby providing efficient and reliable service.

### **Funding**

Funding for this project has been authorized by the Council in Capital Project #61104 "LRT Blue State of Gd Rpr Phs3."

### **Small Business Inclusion**

The Office of Equity and Equal Opportunity did not review this procurement for sub-contracting opportunities because this will be Executed as a sole source procurement.

