

REGIONAL TRANSIT ISSUE PAPER

Agenda Item No.	Board Meeting Date	Open/Closed Session	Information/Action Item	Issue Date
9	12/12/11	Open	Action	12/06/11

Subject: Delegating Authority to the General Manager/CEO to Approve a Contract with the North Natomas Transportation Management Association for Operation and Maintenance of the North Natomas "Flyer" Fixed-Route Bus Service

ISSUE

Whether or not to delegate authority to the General Manager/CEO to approve an Agreement with the North Natomas Transportation Management Association (NNTMA) to operate the North Natomas "Flyer" Fixed-Route Bus Service.

RECOMMENDED ACTION

Adopt Resolution No. 11-12-_____, Delegating Authority to the General Manager/CEO to Approve an Agreement with the North Natomas Transportation Management Association (NNTMA) to Operate the North Natomas "Flyer" Fixed-Route Bus Service.

FISCAL IMPACT

The cost of operation of the service will be reimbursed by the NNTMA as set out in the contract, resulting in no fiscal impact to the District.

DISCUSSION

On February 15, 2011, the NNTMA released a Request for Proposals (RFP) for the operation of their North Natomas "Flyer" fixed-route bus service.

In response, on March 31, 2011, RT staff provided the NNTMA with a proposal to operate the service. The service consists of four peak-only routes that are open to the general public, are published on the NNTMA website, will be published in RT schedule information, and will connect with RT's other bus and rail lines at several locations downtown. The service will use five (and one spare) 32' CNG cut-away buses. The base fare of \$1.50 will be collected by RT and credited back to the NNTMA as an off-set to the cost of service NNTMA is required to pay RT.

RT will operate the service out of its Community Bus (CBS) division under a five-year Agreement. RT will be reimbursed at a rate of \$333,057 per year in the first year of service for 4,480 Revenue Vehicle Hours (RVH) of service (which equates to \$74.34 per RVH) in FY 2012, and graduating up annually to \$374,858 per year in FY 2016 (equating to \$83.67 per RVH). The rate is based upon RT's incremental (direct) cost of operating the service out of CBS, where the hourly operator rate is much lower. The rate also assumes the service will be operated by RT's CBS management staff. The term of the Agreement is through June 30, 2016, at which point the rate and services will be reevaluated, and the Agreement can be renegotiated as needed.

Approved:

Presented:

Final 12/7/11

General Manager/CEO

Director of Community Bus Service

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At the time of this writing, staff is still negotiating the Legal terms and conditions of the proposed agreement between RT and the NNTMA. Staff anticipates that the Contract negotiations will be completed by the end of this month. Therefore staff recommends that the Board delegate authority to approve and execute the Agreement upon completion of negotiations

The proposed start date is Thursday, March 1, 2012.

Staff recommends that the Board hereby delegate authority to the General Manager/CEO to approve an Agreement between RT and the NNTMA, and authorizes the General Manager/CEO to sign said Agreement upon completion of negotiations with NNTMA of the terms and conditions of the Agreement to provide service.

RESOLUTION NO. 11-12-_____

Adopted by the Board of Directors of the Sacramento Regional Transit District on this date:

December 12, 2011

DELEGATING AUTHORITY TO THE GENERAL MANAGER/CEO TO APPROVE AN AGREEMENT WITH THE NORTH NATOMAS TRANSPORTATION MANAGEMENT ASSOCIATION (NNTMA) TO OPERATE THE NORTH NATOMAS "FLYER" FIXED-ROUTE BUS SERVICE

BE IT HEREBY RESOLVED BY THE BOARD OF DIRECTORS OF THE SACRAMENTO REGIONAL TRANSIT DISTRICT AS FOLLOWS:

THAT, the General Manager/CEO is hereby authorized to approve an Agreement between the Sacramento Regional Transit District, therein referred to as "RT," and the North Natomas Transportation Management Association, therein referred to as "NNTMA," wherein RT agrees to provide fixed-route bus service upon completion of negotiations between the parties.

THAT, the General Manager/CEO is hereby authorized and directed to execute said Agreement upon satisfactory completion of Contract negotiations.

DON NOTTOLI, Chair

A T T E S T:

MICHAEL R. WILEY, Secretary

By: _____
Cindy Brooks, Assistant Secretary