

# REGIONAL TRANSIT ISSUE PAPER

Agenda Item No.	Board Meeting Date	Open/Closed Session	Information/Action Item	Issue Date
15	10/24/11	Open	Action	10/17/11

Subject: Authorizing Release of an Invitation to Bid (ITB) for a Revenue Vehicle Tire Lease and Services Contract

## ISSUE

Whether or not to Authorize the Release of an Invitation to Bid (ITB) for a Revenue Vehicle Tire Lease and Services Contract.

## RECOMMENDED ACTION

Adopt Resolution 11-10-\_\_\_\_\_, Authorizing the Release of an Invitation to Bid (ITB) for a Revenue Vehicle Tire Lease and Services Contract.

## FISCAL IMPACT

Budgeted:	Yes	This FY:	\$ 139,807
Budget Source:	Operating	Next FY:	\$ 576,001
Funding Source:	Local	Annualized:	\$ 576,859
Cost Cntr/GL Acct(s) or	GL 630024	Total Amount:	\$ 3,024,102
Capital Project #:	CC 34		
Total Budget:	\$ 3,024,102		

## DISCUSSION

RT, as well as most other transit districts, equips its revenue vehicles with lease tires. RT currently has a tire lease and services contract with Goodyear Tire & Rubber Company (Goodyear) that will expire on March 29, 2012.

Goodyear provides tires based on a per tire mileage lease rate. Goodyear provides all required tools, equipment, and labor for tire-related services. Studies continue to indicate that the tire lease programs provide the lowest cost per mile. Staff recommends continuing the practice of tire lease agreements.

Upon approval by the Board to release an ITB, staff intends to seek competition from qualified bidders and enter into a 5-year term contract. The recommendation for award of the subsequent contract will be to the responsible bidder submitting the lowest responsive bid.

This Contract will be funded in part with federal funds as part of its preventive maintenance program. Pursuant to RT's Disadvantaged Business Enterprise (DBE) Program, no DBE participation goal has been established for this Contract. Further, due to no subcontracting opportunities for this Contract, no Small Business Enterprise/Local Business Enterprise (SBE/LBE) goal has been established. Staff will, however, conduct extensive outreach to identify

Approved:

Presented:

Final 10/17/11

General Manager/CEO

Director, Bus Maintenance

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disadvantaged, small, and local businesses that perform these services and will send these vendors direct notice of this contract opportunity and urge them to submit bids.

Staff recommends that the Board authorize the release of an ITB for Revenue Vehicle Tire Lease and Services.

RESOLUTION NO. 11-10-\_\_\_\_\_

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

October 24, 2011

**AUTHORIZING THE RELEASE OF AN INVITATION TO BID (ITB) FOR REVENUE  
VEHICLE TIRE LEASE AND SERVICES CONTRACT**

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

THAT, the Invitation to Bid (ITB) for Revenue Vehicle Tire Lease and Services is  
hereby approved and authorized for release.

THAT, the Invitation to Bid (ITB) be advertised pursuant to the provisions of the RT  
Procurement Ordinance.

\_\_\_\_\_  
DON NOTTOLI, Chair

A T T E S T:

MICHAEL R. WILEY, Secretary

By: \_\_\_\_\_  
Cindy Brooks, Assistant Secretary