

REGIONAL TRANSIT ISSUE PAPER

Agenda Item No.	Board Meeting Date	Open/Closed Session	Information/Action Item	Issue Date
2	01/13/14	Open	Action	01/02/14

Subject: Approving a Second Amendment to the Contract with Downtown Ford Sales for Purchase of Non-Revenue Vehicles

ISSUE

Whether or not to approve a Second Amendment to the Contract with Downtown Ford Sales for Purchase of Non-Revenue Vehicles

RECOMMENDED ACTION

Adopt Resolution No. 14-01-____, Approving a Second Amendment to the Contract with Downtown Ford Sales for Purchase of Non-Revenue Vehicles

FISCAL IMPACT

Budgeted:	Yes	This FY:	\$	851,962.65
Budget Source:	Capital	Next FY:	\$	N/A
Funding Source:	Prop 1B	Annualized:	\$	851,962.65
Cost Cntr/GL Acct(s) or Capital Project #:	B141	Total Amount:	\$	851,962.65
Total Budget:	\$ 4,663,294			

DISCUSSION

On May 13, 2013, under Resolution Numbers 13-05-0063 and 13-05-0064, the Board awarded contracts to Downtown Ford and Wondries Fleet Group for purchase of 33 non-revenue vehicles to replace vehicles that had exceeded the end of their service life, in accordance with RT's Standard Operating Procedure for replacement of non-revenue vehicles (MT-SOP-92-001). All the vehicles that were to be replaced had either accumulated over 100,000 life miles and/or had been in service well over five years. Due to the lack of adequate funding for replacement of all RT non-revenue vehicles that have reached and exceeded the end of their service life, staff created a "critical needs" list for vehicles that needed immediate replacement.

After award of contracts to Downtown Ford and Wondries, RT was notified that it would receive State Prop 1B funding for replacement of all non-revenue vehicles listed as exceeding their life limit. Since RT now has adequate funding, staff would like to amend the Contract with Downtown Ford to expedite the purchase of an additional 34 non-revenue vehicles needed for replacement before the current California State Contract for non-revenue vehicles expires on January 27, 2014.

Approved:

Presented:

Final 01/03/14

General Manager/CEO

Director, Bus Maintenance

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RT recognizes that there may be some distinct benefits in utilizing alternative fueled, hybrid, and/or battery powered vehicles, including emissions reduction and fuel-cost savings. RT's Bus Maintenance Department is currently evaluating the details of the District's operational needs and non-revenue duty-cycles, and is developing criteria to assess the viability to substitute traditional gas engine vehicles with such available alternative technologies during a second phase of non-revenue vehicle purchases in the near future. The Bus Maintenance Department will be considering several critical areas, such as: particular vehicle-type emissions reductions, true fuel-cost savings, individual vehicle needs/function assessment, and ability/cost associated with maintaining the vehicle(s) over their useful life.

Downtown Ford Sales was awarded California State contracts for the various vehicles required by the District. The current California State contract will expire on 27 January, 2014. Attachment 1 provides a list of the vehicles that are proposed to be purchased.

RT's Procurement Ordinance, as well as FTA guidelines, allow RT to use competitively bid contracts from other public agencies. RT has used State of California contracts on numerous occasions to purchase non-revenue vehicles and Paratransit buses.

To avail itself of the State's contracts for the purchase of non-revenue vehicles, RT must pay DGS an administrative fee of 2-3% of the total purchase order amount. An invoice will be generated by DGS after the transaction is complete.

Staff recommends the Board approve a Second Amendment to the Contract with Downtown Ford Sales for purchase of 34 additional non-revenue vehicles.

RESOLUTION NO. 14-01-_____

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

January 13, 2014

**APPROVING A SECOND AMENDMENT TO THE CONTRACT WITH
DOWNTOWN FORD SALES FOR PURCHASE OF NON-REVENUE VEHICLES**

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

THAT, the Second Amendment to the Contract between Sacramento Regional Transit District, therein referred to as "RT," and Downtown Ford Sales, therein referred to as "Contractor," whereby Contractor agrees to provide 34 additional non-revenue vehicles, as specified in the State of California Contract No. 1-13-23-20A (trucks), No. 1-13-23-10A (cars), and No. 1-13-23-23A (vans and SUVs), for \$782,220.00, plus applicable state and local taxes and fees, is hereby approved.

THAT, the General Manager/CEO is hereby authorized to pay the California Department of General Services a reasonable administrative fee, as required by the program.

THAT, the Chair and General Manager/CEO are hereby authorized and directed to execute said Contract.

PATRICK HUME, Chair

A T T E S T:

MICHAEL R. WILEY, Secretary

By: _____
Cindy Brooks, Assistant Secretary