

REGIONAL TRANSIT ISSUE PAPER

Agenda Item No.	Board Meeting Date	Open/Closed Session	Information/Action Item	Issue Date
5	05/23/16	Open	Action	05/11/16

Subject: Approving the First Amendment to the Contract for Purchase of Light Rail Vehicle Tire Kits with Siemens Industry, Inc.

ISSUE

Approving the First Amendment to the Contract for Purchase of Light Rail Vehicle Tire Kits with Siemens Industry, Inc.

RECOMMENDED ACTION

Resolution No. 16-05-_____, Approving the First Amendment to the Contract for Purchase of Light Rail Vehicle Tire Kits with Siemens Industry, Inc.

FISCAL IMPACT

Budgeted:	Yes	This FY17:	\$ 377,208.00
Budget Source:	Operating	Next FY:	\$ 0
Funding Source:	Federal and Local	Annualized:	\$ 0
Cost Cntr/GL Acct(s) or Capital Project #:	GL # 121000 Cost Center 35	Total Amount:	\$ 377,208.00
Total Budget:	\$ 377,208.00*		
Original Contract	\$314,340.00, plus applicable sales tax		
*First Amendment	\$377,208.00, plus applicable sales tax		
Total Contract	\$691,548.00, plus applicable sales tax		

DISCUSSION

On October 12, 2015, the Board authorized the release of an Invitation to Bid (ITB) for the purchase of light rail vehicle (LRV) tire kits and delegated authority to the General Manager/CEO to award a contract to the lowest priced responsive and responsible Bidder. The ITB was released on October 13, 2015, for a base quantity of 120 tire kits with an option to purchase an additional 144 tire kits within one calendar year from the effective date of the contract. Two responsive bids were received on November 11, 2015, from Penn Machine Company (Penn), and Siemens Industry, Inc. (Siemens). The contract was awarded to Siemens, which submitted a slightly lower bid than Penn. The contract was executed on December 22, 2015 and tire kits are scheduled to be delivered in July 2016. The current supply of tire kits is running low due to escalated usage resulting from an extended period without tire kit stock in 2015. The manufacturing lead time is 7 months; therefore, the order for the additional 144 tire kits needs to be placed as soon as possible.

Staff recommends the Board approve the First Amendment to the Contract for the Purchase of Light Rail Vehicle Tire Kits with Siemens Industry, Inc. for RT to exercise its option to purchase 144 additional LRV tire kits, and increase the total consideration by \$377,208.00, from \$314,340.00 to \$691,548.00, plus applicable sales tax.

Approved:

Presented:

Final 05/18/16

General Manager/CEO

Materials Management Superintendent

J:\Board Meeting Documents\2016\09
2016\2015092_IP.1stAmend.LRV.Tire.Kits.Siemens.160523.doc

May

23,

RESOLUTION NO. 16-05-_____

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

May 23, 2016

**APPROVING THE FIRST AMENDMENT TO THE CONTRACT FOR PURCHASE OF
LIGHT RAIL VEHICLE TIRE KITS WITH SIEMENS INDUSTRY, INC.**

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

THAT, the First Amendment to the Contract between the Sacramento Regional Transit District, therein referred to as "RT," and Siemens Industry, Inc., therein referred to as "Contractor," whereby RT exercises its option to purchase 144 additional LRV tire kits, and the total consideration is increased by \$377,208.00, from \$314,340.00 to \$691,548.00, plus applicable sales tax, is hereby approved.

THAT, the Chair and General Manager are hereby authorized and directed to execute said First Amendment.

JAY SCHENIRER, Chair

A T T E S T:

MICHAEL R. WILEY, Secretary

By: _____
Cindy Brooks, Assistant Secretary