REGIONAL TRANSIT ISSUE PAPER

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Agenda	Board Meeting	Open/Closed	Information/Action	Issue
Item No.	Date	Session	Item	Date
2	10/23/17	Open	Action	10/12/17

Subject: Approving an Assignment Agreement with San Joaquin Regional Transit District to Assign Nine Option Buses from Contract with Gillig LLC

ISSUE

Whether or not to approve an Assignment Agreement with San Joaquin Regional Transit District to assign nine option buses from Contract for Purchase of Transit Buses with Gillig, LLC.

RECOMMENDED ACTION

Adopt Resolution No. 17-10-____, Approving an Assignment Agreement with San Joaquin Regional Transit District to Assign Nine Option Buses from Contract for Purchase of Transit Buses with Gillig, LLC.

FISCAL IMPACT

No fiscal impact

DISCUSSION

In 2015, SacRT joined a consortium that was led by Livermore Amador Valley Transit Authority (LAVTA), for the purchase of up to 91 forty-foot low-floor Compressed Natural Gas (CNG) replacement buses, with an option for SacRT to acquire up to 9 additional buses for future service expansion.

Under Resolution 17-01-0010, the Board awarded a Contract for purchase of transit buses to Gillig, LLC and delegated authority to the General Manager/CEO to execute amendments to the Contract. The Contract was executed on February 10, 2017 for a base order of 91 buses and 9 option buses. The term of the Contract is for five years, commencing October 5, 2016 and terminating on October 4, 2021.

Multiple agencies, including San Joaquin Regional Transit District, as well as Gillig, LLC, have approached SacRT to inquire whether or not it plans to purchase all 100 buses from its Gillig Contract. At this time, staff would like to take more time to research available technology and explore the possibility of adding a fleet mix to include zero emission vehicles within the next several years. With SacRT's plan to seek other viable bus technologies, staff would like to assign 9 option CNG buses to the San Joaquin Regional Transit District.

Staff recommends the Board approve an Assignment Agreement with San Joaquin Regional Transit District to assign 9 option buses from its Contract for Purchase of Transit Buses with Gillig, LLC.

Approved:	Presented:	
Final 10/18/17		
General Manager/CEO	Deputy General Manager/COO	
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RESOLUTION NO.	17-10-
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Adopted by the Board of Directors of the Sacramento Regional Transit District on this date:

October 23, 2017

APPROVING AN ASSIGNMENT AGREEMENT WITH SAN JOAQUIN REGIONAL TRANSIT DISTRICT TO ASSIGN NINE OPTION BUSES FROM CONTRACT FOR PURCHASE OF TRANSIT BUSES WITH GILLIG, LLC

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

THAT, the Assignment Agreement between Sacramento Regional Transit District, therein referred to as "SacRT," and San Joaquin Regional Transit District, therein referred to as "SRTD," whereby SacRT agrees to assign to SRTD the right to purchase 9 option buses from its Contract for Purchase of Transit Buses with Gillig, LLC, is hereby approved.

THAT, the Chair and General Manager/CEO are hereby authorized and directed to execute the foregoing Assignment Agreement.

	ANDREW J. MORIN, Chair
ATTEST:	
HENRY LI, Secretary	
By: Cindy Brooks Assistant Secretary	<u> </u>