

REGIONAL TRANSIT ISSUE PAPER

Agenda Item No.	Board Meeting Date	Open/Closed Session	Information/Action Item	Issue Date
5	09/23/19	Open	Action	09/18/19

Subject: Delegating Authority to the General Manager/CEO to Award a Contract for UTDC Light Rail Vehicle Maintenance Support Services, Approve the Second Amendment to the Fiscal Year 2020 Capital Budget, and Approve the Use of District 4 Developer Fees.

ISSUE

Whether or not to delegate authority to the General Manager/CEO to award a Contract for UTDC Light Rail Vehicle Maintenance Support Services, approve the Second Amendment to the Fiscal Year 2020, and approve the use of District 4 Developer Fees.

RECOMMENDED ACTION

- A. Adopt Resolution No. 19-09-____, Delegating Authority to the General Manager/CEO to Award a Contract for UTDC Light Rail Vehicle Maintenance Support Services; and
- B. Adopt Resolution No. 19-09-____, Approve the Second Amendment to the Fiscal Year 2020 Capital Budget; and
- C. Adopt Resolution No. 19-09-____, Approve the Use of District 4 Developer Fees for UTDC Light Rail Vehicle Maintenance Support Services

FISCAL IMPACT

Budgeted:	Partially	FY 2020:	\$	726,781.33
Budget Source:	Capital	FY 2021:	\$	1,111,963.20
Funding Source:	District 4 Developer Fees and STA	FY 2022:	\$	1,145,322.10
	funds are anticipated; may change if necessary	FY 2023	\$	385,520.91
Cost Cntr/GL Acct(s) or Capital Project #:	910800 R353	Total Amount:	\$	3,369,576*
Total Budget:	\$5,604,817**			

* Contract is for a six month period with 5 six month options. Only the first six months, up to \$600,000, is to be funded at this time.

**R353 current project budget authority is \$2,235,240. Budget authority to be increased to \$5,604,817 required for the six month contract plus the 5 six month options.

DISCUSSION

The UTDC Light Rail Vehicles (LRVs) are a critical part of the fleet management plan and are needed to free up CAF LRVs to start the mid-life overhaul and for increasing repairs to the

Approved:

Presented:

Final 09/18/19

General Manager/CEO

VP, Operations

J:\Board Meeting Documents\2019\14 September 23, 2019\2019114 IP UTDC Delegate Award to GM.190923.doc

Agenda Item No.	Board Meeting Date	Open/Closed Session	Information/Action Item	Issue Date
5	09/23/19	Open	Action	09/18/19

Subject: Delegating Authority to the General Manager/CEO to Award a Contract for UTDC Light Rail Vehicle Maintenance Support Services, approve the Second Amendment to the Fiscal Year 2020, and approve the use of District 4 Developer Fees.

aging Siemens fleet of U2As. On June 10, 2019, the Board authorized sole source, 4-month term contract with Siemens Mobility, Inc. (Siemens) to provide maintenance support on the UTDC LRVs. That contract was executed on July 8, 2019 and will expire on November 7, 2019. The short-term contract was put in place while the Request For Proposal (RFP) process is taking place to select a vendor to provide longer-term maintenance services. An RFP was released on September 3, 2019 using SacRT’s Procurement software, PlanetBids, and proposals are due on September 24, 2019. SacRT intends to award a Contract to the Proposer who offers the proposal, determined by SacRT, as the most advantageous to SacRT. The initial contract term will be for six months, with five six-month options for SacRT to extend. Depending on SacRT staffing levels and vehicle maintenance issues, there may be a need for these services beyond this three-year period, at which point another competitive solicitation would be undertaken.

It is important to have the ability to award a new contract prior to November 7, 2019 to avoid a gap in maintenance services. If a vendor other than Siemens is awarded the contract, time will be needed for mobilization and training. Delaying award by the Board of Directors until proposals are received and the evaluation process is complete could result in a break in services. At this time, because proposals have not yet been received, the dollar value of the 1-year contract is not known. Extrapolating the pricing that was offered by Siemens for the 4-month contract, the estimated cost would be approximately \$545,080 for a six-month term, but could be higher. To account for potentially higher proposals, Staff is recommending that the General Manager have authority to award a contract up to \$600,000.

The current budget authority for Project R353 – UTDC LRV Fleet Improvements is \$2,235,240. An increase of \$3,369,576 is needed to accommodate the execution of the six-month contract and 5 six-month options.

As SacRT’s main priority is to provide uninterrupted service to passengers, it is imperative that necessary UTDC LRV fleet improvements are performed. Staff would like to request use of District 4 (South Sacramento/Vineyard) Developer Fees to partially fund the 6-month contract. In March 2017, the Board approved an Memorandum of Understanding between the County of Sacramento, the City of Rancho Cordova and Sacramento Regional Transit that approved the used of \$1,934,853 of District 4 fees for the UTDC Light Rail Vehicle Rehabilitation. There is a current unassigned balance of \$503,373 in District 4 Developer Fees. The MOU states the Board may allocate additional District 4 fees for a project that has “a reasonable nexus between the proposed expenditures and the source of the funds (i.e., Fee District)”. Staff requests Board approval to allocate the unassigned \$503,373 balance to Project R353 – UTDC LRV Fleet Improvements, continuing the purpose of the original MOU allocation.

Staff recommends that the Board approve an increase in the budget authority and the use of unassigned District 4 Developer Fees for Project R353 – UTDC LRV Fleet. Staff further recommends that the Board delegate authority to the General Manager/CEO to award a

REGIONAL TRANSIT ISSUE PAPER

Agenda Item No.	Board Meeting Date	Open/Closed Session	Information/Action Item	Issue Date
5	09/23/19	Open	Action	09/18/19

Subject: Delegating Authority to the General Manager/CEO to Award a Contract for UTDC Light Rail Vehicle Maintenance Support Services, approve the Second Amendment to the Fiscal Year 2020, and approve the use of District 4 Developer Fees.

Contract for UTDC Light Rail Vehicle Maintenance Support Services to the Proposer whose proposal is the most advantageous to SacRT for an amount not to exceed \$600,000.

RESOLUTION NO. 19-09-_____

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

September 23, 2019

**DELEGATING AUTHORITY TO THE GENERAL MANAGER/CEO TO AWARD A
CONTRACT FOR UTDC LIGHT RAIL VEHICLE MAINTENANCE SUPPORT
SERVICES**

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

THAT, the Board hereby delegates authority to the General Manager/CEO to award and execute a six-month Contract for UTDC Light Rail Vehicle Maintenance Support Services for an amount not to exceed \$600,000 to the highest-ranked proposer in the competitive solicitation.

PATRICK KENNEDY, Chair

A T T E S T:

HENRY LI, Secretary

By: _____
Cindy Brooks, Assistant Secretary

RESOLUTION NO. 19-09-_____

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

September 23, 2019

APPROVE THE SECOND AMENDMENT TO THE FISCAL YEAR 2020 CAPITAL BUDGET

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

THAT, the Board approves the second amendment to the FY 2020 Capital Budget to increase the Capital Budget for Project R353 – UTDC LRV Fleet Improvements by \$3,369,576.

PATRICK KENNEDY, Chair

A T T E S T:

HENRY LI, Secretary

By: _____
Cindy Brooks, Assistant Secretary

RESOLUTION NO. 19-09-_____

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

September 23, 2019

APPROVE THE USE OF DISTRICT 4 DEVELOPER FEES FOR UTDC LIGHT RAIL VEHICLE MAINTENANCE SUPPORT SERVICES

WHEREAS, the Sacramento Regional Transit District (“SacRT”) currently holds an unassigned amount of \$503,373 in developer fees collected from District 4 (South Sacramento/Vineyard) from 1988 to 2008 pursuant to Sacramento County Ordinance Number 742; and

WHEREAS, in March 2017, the County of Sacramento, the City of Rancho Cordova, and the Sacramento Regional Transit District entered into a Memorandum of Understanding By and Between the County of Sacramento, the City of Rancho Cordova and Sacramento Regional Transit District Relating to Distribution of Transit Fees (“MOU”); and

WHEREAS, the MOU allocated \$1,934,853 in District 4 fees to the UTDC Light Rail Vehicle Rehabilitation Project, leaving an unallocated balance of \$503,373 for District 4; and

WHEREAS, the MOU allows for SacRT to allocate any remaining unspent developer fee balance for “any appropriate transit purpose on the condition that the RT Board finds a reasonable nexus between the proposed expenditure and the source of funds”; and

WHEREAS, additional funds are needed to complete the UTDC Light Rail Vehicle Rehabilitation Project; and

WHEREAS, the UTDC Light Rail Vehicles are needed to reliably provide service on the South Sacramento Corridor Phase 2 project, which serves the District 4 area.

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

THAT, the Board hereby determines that a reasonable nexus exists between the UTDC LRV Fleet improvements and the District 4 area and approves the use of \$503,373 in unassigned District 4 Developer Fees for Project R353 – UTDC LRV Fleet Improvements.

PATRICK KENNEDY, Chair

A T T E S T:

HENRY LI, Secretary

By: _____
Cindy Brooks, Assistant Secretary