SUBSTITUTED 1/7/2014

[Agreement - New Flyer of America Inc. - Purchase of Trolley Buses - Not to Exceed \$94,950,444]

Resolution approving a contract with New Flyer of America Inc., for the purchase of 60 articulated trolley buses, associated equipment and spare parts, for an amount not to exceed \$94,950,444.

WHEREAS, Under Section 21.16 of the San Francisco Administrative Code, the San Francisco Municipal Transportation Agency (SFMTA) may utilize the competitive procurement process of any other public agency to make purchases of commodities under the terms established in that agency's procurement process and as agreed upon by the City and the procuring agency, upon making a determination that the other agency's procurement process was competitive and the use of the other agency's procurement process would be in the City's best interests; and

WHEREAS, Since 2011, the San Francisco Municipal Transportation Agency (SFMTA) has been working with King County Metro (King County) in Seattle to jointly procure standard and articulated trolley buses; and

WHEREAS, King County issued a competitive request for proposals in May 2012 to procure 100 standard trolley buses, with an option for 250 additional standard buses, and 55 articulated trolley buses, with an option for 125 additional articulated trolley buses; and

WHEREAS, The SFMTA has a fleet of 60 articulated New Flyer buses purchased in 1992 that are beyond the end of their useful life; and

WHEREAS, SFMTA wishes to purchase 60 articulated trolley buses through the King County procurement to replace the 1992 New Flyer trolley buses and plans to procure additional trolley buses when funding is identified and secured; and

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WHEREAS, On June 4, 2013, pursuant to Resolution No. 13-066, the SFMTA Board of Directors found that it was in the best interests of the City that the SFMTA procure 60 articulated trolley buses from the selected vendor through the Bus Options Assignment Agreement with King County ("Bus Options Assignment Agreement"), and authorized the SFMTA to enter into a Bus Options Assignment Agreement and the selected vendor to acquire 60 articulated trolley buses, associated equipment, training, manuals, spare parts and taxes at a cost not to exceed \$98,717,875; and

WHEREAS, King County awarded King County Bus Procurement Contract ETB 12-1 to New Flyer of America Inc. in July 2013; and

WHEREAS, Acquiring trolley buses through the King County competitive procurement process will save the public significant taxpayer funds, serve the public interest in improved public transit and yield tangible benefits to both agencies, including (1) acquiring new vehicles at the best price by minimizing the necessary supplier engineering investment, and taking advantage of economies of scale; (2) reducing the operating costs of the agencies; (3) improving the reliability of the service;(4) avoiding the unnecessary and considerable expenditure of federal and local funds for two separate yet identical procurement processes with the same vendors; and (5) ensuring that the ambitious environmental policy goals at the local, state and federal levels are exceeded through the purchase of zero-emission vehicles; and

WHEREAS, On December 6, 2013, SFMTA, King County and New Flyer of America executed the Bus Options Assignment Agreement, which assigned to SFMTA the option to purchase the 60 articulated trolley coaches, and up to 240 standard trolley coaches and 33 additional articulated trolley coaches under the terms and conditions of the King County Bus Procurement Contract; a copy of the Bus Options Assignment Agreement Agreement is on file with the

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Clerk of the Board of Supervisors in File No. 130713, and is declared to be a part of this motion as if set forth fully herein; and

WHEREAS, The SFMTA has negotiated a contract with New Flyer for the purchase of 60 articulated trolley coaches, including associated equipment, training, manuals and spare parts for an amount not exceed \$94,950,444 ; the contract also includes an option to purchase up to 33 additional articulated trolley buses and up to 240 additional standard trolley buses; a copy of the contract is on file with the Clerk of the Board of Supervisors in File No. 130713, and is declared to be a part of this motion as if set forth fully herein; now, therefore, be it

RESOLVED, That the Board of Supervisors authorizes the SFMTA to enter into a contract with New Flyer of America Inc. for the purchase of 60 articulated trolley buses, associated equipment, special tools, training and spare parts, in an amount not to exceed \$94,950,444; and be it

FURTHER RESOLVED, That the Board of Supervisors authorizes the SFMTA to enter into any amendments or modifications to the contract (including without limitation, the exhibits) that the Director of Transportation determines, in consultation with the City Attorney, are in the best interests of the City, do not increase the obligations or liabilities of the City, are necessary or advisable to effectuate the purposes of the contract or this Resolution, and are in compliance with all applicable laws, including the City's Charter.

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## File Number: 130713

Date Passed: January 28, 2014

Resolution approving a contract with New Flyer of America Inc., for the purchase of 60 articulated trolley buses, associated equipment and spare parts, for an amount not to exceed \$94,950,444.

January 15, 2014 Budget and Finance Committee - RECOMMENDED

January 28, 2014 Board of Supervisors - ADOPTED

Ayes: 11 - Avalos, Breed, Campos, Chiu, Cohen, Farrell, Kim, Mar, Tang, Wiener and Yee

File No. 130713

I hereby certify that the foregoing Resolution was ADOPTED on 1/28/2014 by the Board of Supervisors of the City and County of San Francisco.

✓ Angela Calvillo Clerk of the Board

Mayo

**Date Approved**