SAN FRANCISCO MUNICIPAL TRANSPORTATION AGENCY BOARD OF DIRECTORS

RESOLUTION No. 13-186

WHEREAS, The San Francisco Municipal Transportation Agency (SFMTA) provides public transit rail services to its customers using modern light rail vehicles (LRVs), vintage domestic and foreign streetcars, and the SFMTA's historic cable cars; and,

WHEREAS, The maintenance and repair of these vehicles require the continuous procurement and inventory of parts from a variety of vendors; and,

WHEREAS, Certain parts are difficult to procure due to obsolescence, foreign distribution, long delivery lead times, and the reluctance of certain smaller vendors to bid due to City and County of San Francisco contracting requirements; and,

WHEREAS, The difficulties in procuring parts delay the repair and maintenance of rail vehicles, which results in an overall reduction of working vehicles and negatively impacts the SFMTA's ability to provide rail transit services to its customers at full capacity; and,

WHEREAS, In an effort to remedy the difficulties in procuring parts, the SFMTA issued a competitive request for proposals (RFP) for a vendor to provide vendor managed inventory (VMI) services; and,

WHEREAS, The SFMTA selected Alstom Transportation, Inc. as the most qualified vendor to provide these services; and,

WHEREAS, SFMTA staff request authorization for the Director of Transportation to execute an Agreement with Alstom Transportation, Inc. for VMI services to provide rail parts and supplies for an initial term of two years with an option to extend the term for up to three additional years at the Director of Transportation's sole discretion for a total contract amount not to exceed \$39,158,000 offset by \$30,000,000 reduction to parts budget; and,

WHEREAS, Pursuant to Charter section 9.118, the Board of Supervisors must also approve this Agreement since it is an expenditure contract in excess of \$10 million dollars; now, therefore, be it

RESOLVED, That the San Francisco Municipal Transportation Agency Board of Directors authorizes the Director of Transportation to execute an Agreement with Alstom Transportation, Inc. for VMI services to provide rail parts and supplies for an initial term of two years with an option to extend the term for up to three additional years at the Director of Transportation's sole discretion for a total contract amount not to exceed \$39,158,000 offset by \$30,000,000 reduction to the SFMTA's Operating Budget for materials and supplies.

I certify that the foregoing resolution was adopted by the San Francisco Municipal Transportation Agency Board of Directors at its meeting of July 16, 2013.

R. Bommer.

Secretary to the Board of Directors San Francisco Municipal Transportation Agency