

Item #5-2 B

**City of Carson City
Agenda Report**

Date Submitted: March 27, 2007

Agenda Date Requested: April 5, 2007
Time Requested: Consent

To: Mayor and Supervisors

From: Purchasing & Contracts

Subject Title: Action to approve Amendment No. 3 for Contract No. 0506-035 Carson City Community Transit Service Operations to MV Transportation, Inc. which will result in \$79,000 in savings during the period of October 1, 2006 through September 30, 2008 to the Carson City Transit Fund

Staff Summary: Amendment No. 3 addresses difficulties with the existing contract including a problematic section on performance bonuses and annual reimbursement decreases and associated service increase assumptions. RTC recommended the approval of this amendment at its March 14, 2007 meeting.

Type of Action Requested: (check one)
 Resolution Ordinance
 Formal Action/Motion Other (Specify)

Does This Action Require A Business Impact Statement: Yes No

Recommended Board Action: I move to approve Amendment No. 3 for Contract No. 0506-035 Carson City Community Transit Service Operations to MV Transportation, Inc. which will result in \$79,000 in savings during the period of October 1, 2006 through September 30, 2008 to the Carson City Transit Fund

Explanation for Recommended Board Action: On September 1, 2005 the Board of Supervisors approved the award of Contract No. 0506-035 Carson City Community Transit Service Operations to MV Transportation, Inc. for the operation of all fixed route services beginning October 1, 2005 and the continued operation of the demand response service for a cost of \$606,147 for the period of October 1, 2005 through September 30, 2006; \$619,679 for the period of October 1, 2006 through September 30, 2007; and \$666,953 for the period of October 1, 2007 through September 30, 2008 plus or minus adjustments for fuel costs and performance incentives with the option to renew for two (2) additional two (2) year periods subject to negotiation.

On October 20, 2005 the Board of Supervisors approved Amendment No. 1 which allowed MV Transportation, Inc. the ability to provide a Commercial Crime Policy instead of providing a Fidelity Bond.