

SAN FRANCISCO
MUNICIPAL TRANSPORTATION AGENCY
BOARD OF DIRECTORS

RESOLUTION No. 180918-128

WHEREAS, The San Francisco Municipal Transportation Agency (SFMTA) manages a comprehensive, integrated transit system with an aging rail fleet of 149 Breda LRVs, 39 historic streetcars, and 31 cable cars; and,

WHEREAS, In 2012, the SFMTA initiated a comprehensive approach to improving parts availability for its Transit Maintenance Division, which included implementation of a Vendor Managed Inventory (VMI) program for procuring LRV parts by streamlining the purchasing process for critical parts, providing a mechanism for addressing difficult to obtain parts through reverse engineering and alternate sourcing, and improving purchasing planning so that the agency could purchase the right part at the right time, improve parts availability, and reduce existing agency inventory; and,

WHEREAS, In 2013, after a competitive solicitation, the SFMTA Board approved SFMTA Contract No. 2011/12-06 for VMI Services with Alstom Transportation Inc., the highest-ranked proposer, in the amount of \$39,158,000; the Board of Supervisors approved the contract on July 30, 2013; the SFMTA exercised the options for a total Contract amount of \$55,198,000, and Contract No. 2011/12-06 expired on August 31, 2018; and,

WHEREAS, To continue maximizing the ability to secure parts on a cost-effective and efficient basis and improve reliability, the SFMTA wishes to continue the VMI program, and,

WHEREAS, On February 7, 2018, the SFMTA issued a Request for Proposals for VMI services to provide rail parts and supplies for a three-year Agreement with two, two-year options to extend the contract; and,

WHEREAS, After receiving two proposals, the selection panel determined that Alstom was the highest-ranked proposer; and,

WHEREAS, To bridge the gap between the expiration of Contract No. 2011/12-06 and the new contract, the SFMTA, through its Director of Transportation, entered into a two-month contract with Alstom, which ends on October 31, 2018; and,

WHEREAS, On August 23, 2018, the SFMTA, under authority delegated by the Planning Department, determined that the proposed action is not a “project” under the California Environmental Quality Act (CEQA) pursuant to Title 14 of the California Code of Regulations Sections 15060(c) and 15378(b); and,


WHEREAS, A copy of the CEQA determination is on file with the Secretary to the SFMTA Board of Directors, and is incorporated herein by reference; now, therefore, be it

RESOLVED, That the SFMTA Board of Directors authorizes the Director of Transportation to execute Contract No. SFMTA 2018-37, Vendor Managed Inventory services, with Alstom Transportation, Inc., to provide rail parts, supplies and engineering and technical support, in an amount not to exceed \$62,456,000, and for a term not to exceed three years with two, two-year options to extend the contract, to be exercised at the sole discretion of the Director of Transportation, and be it further

RESOLVED, That the SFMTA Board authorizes the Director of Transportation to approve any additions, amendments or other modifications to the Contract that the Director, in consultation with the City Attorney, determines is in the best interest of the SFMTA, do not materially increase the obligations or liabilities of the SFMTA or City, or materially decrease the public benefits accruing to the SFMTA, and are necessary or advisable to complete the transactions contemplated and effectuate the purpose and intent of this Resolution, such determination to be conclusively evidenced by the execution and delivery by the Director of Transportation of any such documents; and be it further

RESOLVED, That the SFMTA Board of Directors urges the Board of Supervisors to approve this Agreement.

I certify that the foregoing resolution was adopted by the San Francisco Municipal Transportation Agency Board of Directors at its meeting of September 18, 2018.



Secretary to the Board of Directors
San Francisco Municipal Transportation