

EXECUTIVE SUMMARY



To: Jim Scholl, City Manager
From: Norman Whitaker, Director / KWDoT
Date: February 1, 2017
Subject: Request to Revise Resolution No. 17-023 to correct total bus purchase procurement amount.

Action Statement:

A resolution to approve the revised procurement price amount of \$2,040,468.00 to purchase New Bus Fleet for Key West Transit.

Subject buses would be procured through the Central Florida Regional Transportation Authority (LYNX) Contract No. 14-C09 for Heavy Duty Transit Coaches, in which the City of Key West is a named entity authorized to purchase pursuant to.

Project History:

The City Commissioners approved the procurement amount of \$2,038,468.00 on January 18, 2017, Resolution 17-023. The \$448,237.00 quote for each of the 29' Clean Diesel BRT Low Floor Gillig buses was misquoted. The quote should have been \$449,237.00 for each bus, which increased the amount to \$2,040,468.00.

Advantage / Disadvantages

The advantage would be to approve the revised amount and move forward with purchasing the four (4) Gillig Buses as well as the following:

- KWT will be able to continue providing an efficient public transit system
- New and improved models added to our fleet will alleviate the high maintenance costs of the current bus fleet which has outlived its useful life
- New buses will provide for an improved visual effect in the community
- New warranted vehicles with minimal initial support costs
- KWT will meet Strategic Goals - Environment # 4 & 5, Infrastructure # 1, 2, & 4
- KWT will meet or exceed the goal of reducing emissions by 15% as noted in the Climate Action Plan
- Purchases are completely funded by FDOT with no City match required, so no fiscal impact to the City

There are no disadvantages to approving this agreement.

The disadvantages for not approving this agreement are as follows:

- Extremely high cost of maintenance on current vehicles
- Lost revenue opportunity
- KWT will not fully meet the Strategic Goals and the Climate Action Plan
- Current bus fleet maintenance is at a critical point with no foreseeable relief
- City may have to cancel routes due to inadequate bus fleet
- Citizens and tourists may not be able to access public transportation

- Loss of opportunity for new vehicles that will support current services being offered

Fiscal Impact:

The next four (4) buses will be completely funded by FDOT grants and have been budgeted for FY2016-2017 to line item 411-4404-544.64, project number TS1301.

The new vehicles will be delivered with extended coverage warranties for issues that might arise during the warranty period as the vehicles age. This will also alleviate the high maintenance costs of the current bus fleet which has outlived its useful life.

Recommendation:

Key West Transit staff recommends to approve revised procurement amount and move forward with purchasing the new bus fleet and include the administrative fee for a total cost of \$2,040,468.00.