



Metro

August 22, 2005

TO: BOARD OF DIRECTORS

THROUGH: ROGER SNOBLE 
CHIEF EXECUTIVE OFFICER

FROM: LONNIE MITCHELL 
EXECUTIVE OFFICER
PROCUREMENT AND MATERIAL MANAGEMENT

SUBJECT: CONTRACT NO. OP31501711, MOTOROLA

ISSUE

On June 23, 2005, the Board of Directors authorized negotiation and execution of Contract No. OP31501711 with Motorola, Inc. for the purchase of 102 ATMS equipment suites for Contracted Buses Services, including installation, and ATMS equipment suites for two non-revenue vehicles, including installation, in an amount not to exceed \$2,000,000, effective July 1, 2005.

BACKGROUND

Contract No. OP63301054 was awarded to Motorola, Inc. on December 3, 2001, for the ATMS. Subsequently 23 amendments were approved over the period of contract performance. The installation of ATMS has been completed and the warranty period included in the contract will continue through 2006. Because the equipment installation has been completed, staff requested and received authorization to execute a new stand-alone contract for the referenced ATMS suites. In subsequent discussions with Motorola, staff determined that the original contract period of performance could accommodate this action and that the contract contained more advantageous terms and conditions than could be obtained under a new stand-alone contract. As a result, Modification No. 24 was subsequently executed for the ATMS suites. The execution of this Modification did not otherwise modify the Board's actions. However, because the final action taken by staff varied from the Board's original approval, staff determined that the Board should be notified of the change.

NEXT STEPS

No further action is required.