ADVANCED TRANSIT VEHICLE CONSORTIUM

Los Angeles County Metropolitan Transportation Authority 470 Bauchet Street, MS 30-2-1 Los Angeles, CA 90012

Board of Directors:

Pam O'Connor, Chair Metro Board Member and City Council Member, Santa Monica

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Dr. William Burke Chair, South Coast Air Quality Management District

John Fasana Metro Board Member and Councilmember City of Duarte

Eric Garcetti Metro Board Member and Mayor, City of Los Angeles December 4, 2014

TO:

BOARD OF DIRECTORS

FROM:

RICHARD HUNT, PRESIDENT

SUBJECT:

AUTHORIZE ASSIGNMENT OF UP TO FIVE ZERO EMISSION

BUSES

Alternates:

Michael Bohlke Transportation Deputy, City of Santa Monica

Michael Cano Deputy Fifth District Los Angeles County

Borja Leon Deputy Mayor, Transportation, City of Los Angles

Dr. Joseph Lyou South Coast Air Quality Management District

RECOMMENDATION:

- A. Authorize the ATVC President to negotiate and execute an Assignment Agreement(s) with regional municipal operators for up to five (5) battery electric buses procured under contract OP33202790 with BYD Motors, Inc. (BYD).
- B. Ratify the Assignment Agreement with Antelope Valley Transit Authority (AVTA) for two (2) battery electric buses.

ISSUE:

ATVC's original solicitation for Zero Emission Buses included contracting authority for a total of 30 buses. In June 2013, the ATVC Board of Directors approved a contract with BYD Motors, Inc. for the manufacture and delivery of up to twenty-five Zero Emission Buses for a not-to-exceed total contract value of \$20,739,250, including tax and delivery.

Staff also determined that remaining ZEB project funds should be reserved from this project for the conversion of ATVC/Metro's six (6) gasoline electric hybrid buses, resulting in funding allocation that supports the purchase of 25 BYD buses in total. ATVC staff determined that Metro would not utilize the last remaining five buses solicited in this procurement. Therefore, in a continuing effort to partner with regional municipal operators, and to help them to reduce their fleet emissions, ATVC would agree to assign up to five of the BYD buses that had been procured under contract OP33202790 to regional municipal operators.

President:

Richard Hunt General Manager Los Angeles Metro

Executive Vice President:

John Drayton Director, Vehicle Technology Los Angeles Metro

Chief Financial Officer:

Josie Nicasio Controller Los Angeles Metro

Board Secretary:

Michelle Jackson Los Angeles Metro

BACKGROUND

In November 2013, ATVC staff intended to obtain ATVC Board Approval to negotiate and execute assignment agreements. The ATVC Board meeting was cancelled. An assignment agreement was executed with ATVC and AVTA for two buses in December 2013.

Although, the assignment agreement was executed, approval by the ATVC Board for the action was not obtained. Therefore, it is necessary to ratify the assignment with AVTA. AVTA purchased two of the assigned buses in accordance with the terms and conditions delineated in Contract No. OP33202790.

In August 2014, another regional municipal operator, Gardena Bus Lines, requested the assignment of one BYD bus from this contract. It is also anticipated that more regional municipal operators may request assignment of the remaining vehicles not being planned for use in Metro's ZEB program.

ATVC staff is asking for authorization to assign the additional buses to other regional municipal operator(s). If ATVC assigns the additional buses that were evaluated during the solicitation phase of the procurement process to other regional municipal transit operators, those operators would be granted the right to purchase the "Assigned" buses from BYD in accordance with the terms and conditions delineated in Contract No. OP33202790.

Given the rapid evolution of electric battery vehicle technologies, if it is determined that additional electric buses are needed in the future, ATVC/Metro could consider issuing a new RFP for additional electric battery buses.

FINANCIAL IMPACT - None

Prepared by: John Drayton, Executive Vice President

Richard Hunt

President, Advanced Transit Vehicle Consortium

Copies:

ATVC Board Members and Alternates

Arthur T. Leahy, Metro CEO Lindy K. Lee, Metro Deputy CEO William L. Foster, Metro COO (Interim)