

Honorable Mayor and Members
Of the City Council
City Hall
Torrance, California

Council Meeting of
June 12, 2007

Members of the Council:

SUBJECT: Transit – Amendment to Contract Service Agreement (C2005-090) for the MAX Commuter Bus Service

Expenditure: \$31,259.10

RECOMMENDATION

The Transit Director recommends that the City Council approve an amendment to the MV Transportation, Inc. contract (C2005-090) for the Municipal Area Express (MAX) Commuter Bus Service and appropriate an additional \$31,259.10 from the MAX Deferred Revenue account to add additional service to MAX Line 3x.

FUNDING

Funding is available in the Municipal Area Express (MAX) deferred revenue account.

BACKGROUND

The City of Torrance acts as the lead agency for the MAX Commuter Bus Service. In June 2005, your Honorable Body approved a three-year contract services agreement with MV Transportation, Inc. to operate the Municipal Area Express (MAX) Commuter Service from July 1, 2005 to June 30, 2008 in an amount not to exceed \$2,631,254.00. This action will increase the three-year agreement by \$31,259.10 to an amount not to exceed \$2,662,513.10.

ANALYSIS

In late 2005, MAX Line 3x experienced an increase in ridership due to a closure of the complimentary shuttle service from Fort McArthur to the Los Angeles Air Force Base in El Segundo.

A number of riders expressed concern for the safety of riders that were standing on the overcrowded buses. Many requests to add additional service earlier in the A.M. and later in the P.M. were received. In response to the requests, the MAX Policy Steering Committee directed staff to add additional service to Line 3x and discontinued the last scheduled run on Line 3 in the mornings and afternoons.

In March 2006, the Los Angeles Air Force Base in El Segundo announced plans to close their main office on the southeast corner of El Segundo Blvd. and Aviation Blvd. and to eliminate all parking at their facility as of April 10, 2006. The main office for the Los Angeles Air Force Base relocated to the north side of El Segundo Blvd. between Aviation Blvd. and Douglas Street.

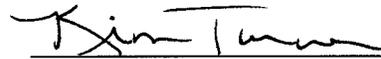
The new location does not have the parking capacity to handle the staff increase and many employees sought out alternative transportation modes such as public transportation.

With the additional increase in ridership, the MAX Policy Steering Committee approved increase service on the MAX Line 3x, adding one run in the A.M. and one in the P.M. This created a 12th daily run for both morning and afternoon.

The additional service has increased the service hours by 366.18 hours to the end of the contract, resulting in the increased service costs of \$31,259.10.

At the direction of the MAX Policy Steering Committee at its meeting of June 4, 2007, staff recommends your Honorable Body approve an amendment and appropriate an additional \$31,259.10 from the MAX deferred revenue account for a total contract amount not to exceed of \$2,662,513.10.

Respectfully submitted,



Kim Turner
Transit Department

Concur:



LeRoy J. Jackson
City Manager

Attachment:

A) Contract Services Agreement Amendment with MV Transportation (C2005-090)

AMENDMENT TO AGREEMENT C2005-090

This Amendment to Agreement is made and entered into as of _____, by and between the CITY OF TORRANCE, a municipal corporation ("CITY"), and MV Transportation, Inc., a California Corporation ("CONTRACTOR")

RECITALS:

- A. CITY and CONTRACTOR entered into an Agreement on July 1, 2005 whereby CONTRACTOR agreed to provide operations and maintenance services for the Municipal Area Express (MAX) Commuter Bus Service.
- B. The City is satisfied with the level of service provided by CONTRACTOR
- C. Both parties wish to amend the contract to increase the compensation from \$2,631,254.00 to \$2,662,513.10.

AGREEMENT

- 1. Paragraph 3A "COMPENSATION" is amended to read in its entirety as follows:

3. COMPENSATION:

A. CONTRACTOR's Fee

For services rendered pursuant to this Agreement, CONTRACTOR will be paid in accordance with the Compensation Schedule set forth in the Proposal, provided however that in no event will the total amount of money paid the CONTRACTOR, for services initially contemplated by this Agreement, exceed the sum of \$ 2,662,513.10 (Agreement Sum), unless otherwise first approved in writing by CITY.

2. In all other respects, the Agreement dated July 1, 2005 between CITY and CONTRACTOR is ratified and reaffirmed and is in full force and effect.

CITY OF TORRANCE
A Municipal Corporation

MV Transportation, Inc.

Frank Scotto, Mayor

By: _____
Keith Whalen
Executive Vice President

ATTEST:

Sue Herbers
City Clerk

APPROVED AS TO FORM:
JOHN L. FELLOWS III
City Attorney

By: _____