

T **Transportation Committee**
For the Metropolitan Council meeting of November 14,
2012

ADVISORY INFORMATION

Date Prepared: 10/26/12
Subject: Authorization to Award Contract for Transit Vehicle Tire
Lease and Service

Proposed Action:

That the Metropolitan Council authorize the Regional Administrator to execute a contract with Michelin North America, Inc. for tire lease and service for a five-year term in accordance with the Council's specifications and Michelin's proposal dated July 30, 2012 for an amount not to exceed \$13,113,373.

Summary of Committee Discussion / Questions:

This business item was presented by Micky Gutzmann, Director, Contracts and Procurement. Council member Duininck asked if there is a DBE component to this procurement. Micky answered that there is not because this procurement is for providing predominately goods with a smaller service component with no subcontracting. There was no further discussion and the Committee unanimously approved the business item. Hearing no objection, Chair Elkins stated that this item could proceed to the full Council as a Consent Item.

T Transportation Committee
Meeting date: October 22, 2012
Metropolitan Council Meeting: November 14, 2012

ADVISORY INFORMATION

-Date: October 17 2012
Subject: Authorization to Award Contract for Transit Vehicle Tire Lease and Service
District(s), Member(s): All
Policy/Legal Reference: Council Procurement Policy
Staff Prepared/Presented: Brian Lamb, General Manager, 612-349-7510
Vince Pellegrin, Chief Operating Officer, 612-349-7511
Julie Johanson, Deputy Chief of Operations–Bus, 612-349-7514
Jan Homan, Director Bus Maintenance, 612-349-5000
Micky Gutzmann, Director Contracts & Procurement, 651-602-1741
Chuck Wurzinger, Assistant Director of Technical Support, 612-349-5007
Division/Department: Metro Transit Bus Maintenance

Proposed Action

That the Metropolitan Council authorize the Regional Administrator to execute a contract with Michelin North America, Inc. for tire lease and service for a five-year term in accordance with the Council's specifications and Michelin's proposal dated July 30, 2012 for an amount not to exceed \$13,113,373.

Background

Metro Transit contracts for the lease and service of approximately 5,950 tires used on its fleet of 881 transit buses. The contractor provides tire service at each of the five Metro Transit service garages, including mounting and dismounting tires, wheel painting, tire inspection, and record keeping.

A Request for Proposal (RFP) for tire and lease services was issued on June 7, 2012 and proposals were received from two firms that provide these services. An evaluation panel made up of Council staff reviewed the proposals for both technical and financial aspects and determined that the proposal from Michelin North America, Inc. in the estimated amount of \$13,113,373 for a five-year term was the most advantageous to the Council.

Rationale

The current contract for these tire services expires on December 31st, 2012 and this contract is required to provide tires for the Metro Transit bus fleet.

Funding

Funding for this contract is budgeted for in the Capital Improvement Program and the funding source is an 80/20 federal grant and local match.

Known Support/Opposition

There is no known opposition to the proposed action.