# City of Charlotte



Charlotte-Mecklenburg Government Center 600 East 4th Street Charlotte, NC 28202

# Legislation Details (With Text)

File #: 15-5672 **Version**: 1 **Name**:

Type: Consent Item Status: Approved

File created: 5/18/2017 In control: City Council Business Meeting

**On agenda:** 12/11/2017 **Final action:** 12/11/2017

Title: Expansion of the Charlotte B-cycle Bike-Sharing System

Attachments: 1. CDOT ord 9-25-17 B-Cycle contribution

Date	Ver.	Action By	Action	Result
12/11/2017	1	City Council Business Meeting	Approve	Pass

# **Expansion of the Charlotte B-cycle Bike-Sharing System**

#### **Action:**

- A. Approve a Municipal Agreement with North Carolina Department of Transportation (NCDOT) in the amount of \$1,000,000 for the administration of Congestion Mitigation Air Quality (CMAQ) funds for the expansion of the Charlotte B-cycle bike-sharing system,
- B. Approve a Municipal Agreement with North Carolina Department of Transportation (NCDOT) in the amount of \$675,000 for the administration of Transportation Alternative Program (TAP) funds for the expansion of the Charlotte B-cycle bike-sharing system,
- C. Approve the purchase of bicycles and stations from Trek/B-Cycle, as authorized by the sole source exemption of G.S. 143-129 (e)(6),
- D. Adopt a budget ordinance appropriating \$1,000,000 in CMAQ funds,
- E. Adopt a budget ordinance appropriating \$675,000 in TAP funds,
- F. Adopt a budget ordinance appropriating \$450,801 in local match funds provided by Charlotte B-cycle, and
- G. Approve an extension of the Lease agreement with Charlotte Center City Partners Community Trust for Charlotte B-cycle's City van.

#### **Staff Resource(s):**

Liz Babson, Transportation Alex Riemondy, Transportation

#### **Sole Source Exemption**

- G.S. 143-129 (e) (6) provides that formal bidding requirements do not apply when:
  - Performance or price competition are not available;
  - A needed product is available from only one source or supply; or
  - Standardization or compatibility is the overriding consideration.
- Sole sourcing is necessary for this contract because there is a need of standardization and compatibility.
- NCDOT has approved the City of Charlotte's request to proceed with a sole source procurement process for B-Cycle, LLC to construct future bike-share stations.

The City Council must approve purchases made under the sole source exception.

### **Explanation**

- Charlotte B-cycle was launched in 2012 by Charlotte Center City Partners with support from the City of Charlotte and private sponsors.
- Charlotte B-cycle ridership has grown from nearly 34,000 trips in 2013 to over 56,000 trips in 2016, providing important connections to jobs, public spaces and key services.
- Today, Charlotte B-cycle is one of the largest bike-sharing systems in the Southeast, with 214 blue bikes and 26 stations placed throughout Uptown and surrounding neighborhoods.

## Grant Administration (Action Items A-E)

- Charlotte B-cycle has been selected by the Charlotte Regional Transportation Planning Organization (CRTPO) to receive \$1,000,000 in Congestion Mitigation Air Quality (CMAQ) funding and \$675,000 in Federal Transportation Alternatives Program (TAP) funding.
  - CMAQ and TAP programs are federal reimbursement programs. The CMAQ awarded funds require a 22 percent local match and the TAP awarded funds require a 20 percent local match. The local match for both grants will be reimbursed to the City by Charlotte B-cycle.
  - CMAQ and TAP funds will be used to expand the number of bike share stations by approximately 25 stations.
- The City of Charlotte will become the sponsoring agency for this project, as non-profit organizations such as Charlotte B-cycle are not eligible to be the sponsoring agency or receive CMAQ or TAP funds directly.
- The City of Charlotte will provide staff support for the expansion of the bike-sharing system. One of the support functions is financial administration services (i.e., receiving and distributing funds).
- Charlotte B-cycle will:
  - Provide the matching funds for the up-front capital purchase and the local match totaling \$450,801 (\$282,051 for CMAQ funding and \$168,750 for TAP funding) for the bike share expansion grants;
  - Operate and maintain all B-cycle stations at no cost to the city (ownership of the new stations would be transferred to Charlotte B-cycle over a period of time, consistent with Federal requirements);
  - Provide the commercial insurance liability for the operation of these bike share stations, and indemnify the City from all claims and liabilities that may arise in the operation of a public bike share service.

#### Expansion Strategy

- The City of Charlotte and Charlotte B-cycle will expand the bike share system by selecting future station locations that meet the following goals:
  - Increasing station density within the existing system to provide redundancy, serve additional destinations, and improve the bike share experience;
  - Expanding the system into areas of community need, promoting additional transportation options that connect households to key job centers and services; and
  - Locating stations in areas that are supported by a bicycle-friendly street network.

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### Extension of Lease Agreement (Action Item F)

- On July 22, 2013, City Council approved an extension of the lease agreements with Charlotte Center City Partners Community Trust for a City van. It is recommended the leases be extended to coincide with the end of funding agreements with current sponsors.
- Van Lease Terms Extend a leased City van for one dollar a year through June 30, 2022.
  - Charlotte B-Cycle is responsible for all van maintenance costs.

#### **Fiscal Note**

Funding: Federal Highway Administration (FHWA) - Transportation Alternatives Program Grant Fund, Federal Highway Administration (FHWA) - Congestion Mitigation and Air Quality Grant Fund, and grant matching by Charlotte B-cycle

#### Attachment(s)

**Budget Ordinance**