

Legislation Text

File #: 15-5977, Version: 1

Bus Tire Leasing and Services

Action:

- A. Approve a unit price contract with Bridgestone Americas Tire Operations, LLC for Bus Tire Leasing and Services for an initial term of three years, and**
- B. Authorize the City Manager to renew the contract for up to two, one-year terms with price adjustments and to amend the contract consistent with the purpose for which the contract was approved.**

Staff Resource(s):

John Lewis, CATS
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Explanation

- Leasing tires for use on buses is the predominant practice of transit agencies nationally. The benefits of leasing include:
 - Low inventory,
 - On-going technical support,
 - Equipment and tire disposal, and
 - Minimal employee overhead.
- The City has used a bus tire leasing company to provide tires for the bus fleet since 1980.
- On March 1, 2017, the City issued a Request for Proposals (RFP); three proposals were received from interested service providers.
- Bridgestone Americas Tire Operations, LLC best meets the City's needs in terms of qualifications, experience, cost, and responsiveness to the RFP requirements.
- Estimated contract expenditures are \$918,354 for the first year, with annual increases of approximately 3.22 percent. With both renewals the total expenditure is estimated to be \$4,888,231 over the five-year term.

Charlotte Business INclusion

No subcontracting goal was established because there are no subcontracting opportunities (Part B: Section 2.3 of the Charlotte Business INclusion Policy)

Fiscal Note

Funding: CATS Operating Budget