

Transportation Committee

Meeting date: March 24, 2014

For the Metropolitan Council meeting of April 9, 2014

Subject: Authorization to Amend Metro Mobility Fuel Contract with Mansfield Oil Inc.

District(s), Member(s): All

Policy/Legal Reference: Council Policy 3-3 Expenditures – Procurement of Goods and Services over \$250,000.

Staff Prepared/Presented: Arlene McCarthy, Director MTS (651)602-1754

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Division/Department: Transportation/Metropolitan Transportation Services (MTS) – Metro Mobility

Proposed Action

That the Metropolitan Council authorize the Regional Administrator to amend contract 12P042 with Mansfield Oil Inc. to increase the maximum compensation by \$4,604,873 for an amended amount not to exceed \$19,096,786.

Background

Metro Mobility purchases fuel used in the delivery of Americans with Disabilities Act (ADA) complementary transit service for the two primary Metro Mobility contractors. The Council solicited bids through a competitive process in 2012 for a gasoline supplier. The initial contract was for \$9,661,275 for a two-year term with an option to extend for an additional year at approximately \$4,830,638. Contract 12P042 expires 12/31/2014 as amended.

When the RFP was released there were 330 gasoline-powered vehicles. Today, because of 1) the transition to an all gasoline fleet and 2) growth in the program, there are now 365 gasoline-powered vehicles in the fleet. In 2013, Metro Mobility's Vehicle Revenue Miles (VRM) increased 15.8% over 2012. Additional contract authority is needed to accommodate higher than expected growth and fuel prices.

Rationale

The requested amendment to the maximum compensation will allow Metro Mobility to continue to purchase fuel from Mansfield Oil Inc. until the expiration of the contract on 12/31/2014. Metro Mobility intends to solicit new bids for the provision of gasoline later this year with a new contract to take effect on 01/01/2015.

Funding

Funding is available in the Metro Mobility annual operating budget.

Known Support / Opposition

No known opposition.