

City of Madison

City of Madison Madison, WI 53703 www.cityofmadison.com

Legislation Details (With Text)

File #: 60320 Version: 2 Name: Bridgestone Purchase Option 4.2020

Type: Resolution Status: Passed

File created: 4/23/2020 In control: Metro Transit
On agenda: 7/14/2020 Final action: 7/14/2020

Enactment date: 7/20/2020 Enactment #: RES-20-00498

Title: SUBSITUTE-Amending to 2020 Adopted Operating Budget to appropriate \$275,000 \$240,000 from

Metro fund balance for supplies in order to authorize the Interim Transit General Manager to exercise RFB 8400-0-2015 option under 2.6 (d) to, upon termination of the agreement under 2.6 (a), purchase all tires furnished by the Contractor, which shall include fully legible copies of all use and maintenance records pertaining thereto, by paying for the mileage remaining on the tires at the lease rate then in

effect between the Parties.

Sponsors: Grant Foster

Indexes:

Code sections:

Attachments: 1. RES-15-00471.pdf, 2. Leg File 60320V1.pdf, 3. 6.24.20 Tire contract.pdf

Date	Ver.	Action By	Action	Result
7/14/2020	2	COMMON COUNCIL	Adopt	Pass
6/24/2020	2	TRANSPORTATION COMMISSION	RECOMMEND TO COUNCIL TO ADOPT - REPORT OF OFFICER	
6/9/2020	2	FINANCE COMMITTEE	Return to Lead with the Recommendation for Approval	Pass
5/13/2020	1	TRANSPORTATION COMMISSION	Refer	
5/12/2020	1	FINANCE COMMITTEE	Re-refer	Pass
5/5/2020	1	TRANSPORTATION COMMISSION	Referred	
5/5/2020	1	COMMON COUNCIL	Refer	Pass
4/23/2020	1	Metro Transit	Referred for Introduction	

Fiscal Note

Metro Transit is in the process of transitioning vendors for its tire lease program. Leg File 59148 (adopted by the Council on February 25, 2020) authorized a competitively bid agreement with Goodyear to begin providing tires on July 1, 2020. As part of the transition, Metro has the option to purchase all tires provided under the current contract, estimated to cost \$360,000. The proposed resolution authorizes this purchase and amends the budget to appropriate funding from Metro's fund balance for the purchase.

Metro's 2020 Adopted Budget includes \$264,000 for the tire lease contract. If this resolution is approved, it is estimated total tire expenditures in 2020 will be \$530,000. Following this transition year, Metro projects tire spending will return to budgeted levels.

Title

<u>SUBSITUTE</u>-Amending to 2020 Adopted Operating Budget to appropriate \$275,000 \$240,000 from Metro fund balance for supplies in order to authorize the Interim Transit General Manager to exercise RFB 8400-0-2015 option under 2.6 (d) to, upon termination of the agreement under 2.6 (a), purchase all tires furnished by the

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Contractor, which shall include fully legible copies of all use and maintenance records pertaining thereto, by paying for the mileage remaining on the tires at the lease rate then in effect between the Parties.

Body

WHEREAS, the City of Madison entered into a contract with Bridgestone Americas Tire Operations, LLC, authorized by RES-15-00471 (file #37937); and,

WHEREAS, RFB #8400-0-2015, 2.6 (d) allows the City's sole option to, upon termination of the agreement, purchase all tires furnished by the Contractor; and,

WHEREAS, purchasing the tires will offer significant operational efficiencies;

NOW, THEREFORE, BE IT RESOLVED THAT THE Interim Transit General Manager is authorized to exercise the City's option to purchase tires furnished by Bridgestone Americas Tire Operations, LLC under the lease agreement with the City of Madison terminating on June 30, 2020;

BE IT FURTHER RESOLVED that the 2020 Adopted Operating Budget is amended to appropriate \$275,000 \$240,000 from Metro fund balance to supplies (Service: Fixed Route) for this purpose.