

1 [Contract Agreement - Michelin North America, Inc. - SFMTA Tire Lease and Associated
2 Services - Not to Exceed \$18,900,000]

3 **Resolution authorizing the Office of Contract Administration to enter into**
4 **Contract 1000028080 between the City and County of San Francisco and**
5 **Michelin North America, Inc., for the lease of tires and associated services for**
6 **San Francisco Municipal Transportation Authority (SFMTA) buses and trolleys**
7 **with an initial contract not to exceed amount of \$13,500,000 for five years and**
8 **\$5,400,000 for an optional additional two years, for a total not to exceed amount**
9 **of \$18,900,000 and total contract duration of seven years commencing on**
10 **April 1, 2023, and ending on March 31, 2030.**

11
12 WHEREAS, Charter, Section 9.118(b), requires the Board of Supervisors to
13 approve by Resolution contracts estimated to cost the City \$10,000,000 or more; and

14 WHEREAS, The contract referenced above is on file with the Clerk of the Board of
15 Supervisors in File No. 230207, which is hereby declared to be part of this Resolution as
16 if set forth fully herein; and

17 WHEREAS, The Office of Contract Administration issued a competitive solicitation
18 on September 15, 2022, to procure the lease of tires and associated services, under
19 Sourcing Event 0000004939, and the solicitation resulted in no responsive bidders; as
20 such the contractor was selected pursuant to Section 21.6 of the San Francisco
21 Administration Code; and

22 WHEREAS, This is a contract that includes services and the Local Business
23 Entity (“LBE”) subcontracting participation requirement for the services component has
24 been waived; and

25

1 WHEREAS, The servicing and leasing of bus and trolley tires is critical to the
2 successful operation of the City's transit system; now, therefore, be it

3 RESOLVED, That the Board of Supervisors, under Charter, Section 9.118(b),
4 hereby authorizes the Purchaser and Director of the Office of Contract Administration
5 to execute Contract 1000028080 between the City and County of San Francisco and
6 Michelin North America, Inc., for the lease of tires and associated tire services for
7 SFMTA Busses and Trolleys with an initial contract not to exceed amount of
8 \$13,500,000 for five years and \$5,400,000 for an optional additional two years, for a
9 total not to exceed amount of \$18,900,000 and total contract duration of seven years
10 commencing on April 1, 2023, and ending on March 31, 2030; and, be it

11 FURTHER RESOLVED, That within 30 days of the contracts being fully
12 executed by all parties, the Purchaser shall provide the final copies of the contracts to
13 the Clerk of the Board for inclusion into the official file.