

1 [Agreement - Alstom Transportation, Inc. - Vendor Managed Inventory Services - Not to  
2 Exceed \$39,158,000]

3 **Resolution authorizing the Director of Transportation of the Municipal Transportation**  
4 **Agency to execute the Agreement with Alstom Transportation, Inc. for vendor managed**  
5 **inventory services to provide rail parts and supplies for an initial term of two years with**  
6 **an option to extend the term for up to three additional years at the Director of**  
7 **Transportation’s sole discretion for a total contract amount not to exceed \$39,158,000.**

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9 WHEREAS, The San Francisco Municipal Transportation Agency (SFMTA) provides  
10 public transit rail services to its customers using modern light rail vehicles (LRVs), vintage  
11 domestic and foreign streetcars, and the SFMTA’s historic cable cars; and

12 WHEREAS, The maintenance and repair of these vehicles require the continuous  
13 procurement and inventory of parts from a variety of vendors; and

14 WHEREAS, Certain parts are difficult to procure due to obsolescence, foreign  
15 distribution, long delivery lead times, and the reluctance of certain smaller vendors to bid due  
16 to City and County of San Francisco contracting requirements; and

17 WHEREAS, The difficulties in procuring parts delay the repair and maintenance of rail  
18 vehicles, which results in an overall reduction of transit vehicles in service and negatively  
19 impacts the SFMTA’s ability to provide rail transit services to its customers at full capacity;  
20 and

21 WHEREAS, In an effort to remedy the difficulties in procuring parts, the SFMTA issued  
22 a competitive request for proposals (RFP) for a vendor to provide vendor managed inventory  
23 (VMI) services; and

24 WHEREAS, The SFMTA selected Alstom Transportation, Inc. as the most qualified  
25 vendor to provide these services; and

1           WHEREAS, On July 13, 2013, the SFMTA Board of Directors adopted Resolution  
2 \_\_\_\_\_ , to authorize the SFMTA Director of Transportation to execute an Agreement with  
3 Alstom Transportation for VMI services to provide rail parts and supplies for an initial term of  
4 two years with an option to extend the term for up to three additional years at the Director of  
5 Transportation's sole discretion for a total contract amount not to exceed \$39,158,000; and

6           WHEREAS, Pursuant to Charter section 9.118, the Board of Supervisors must approve  
7 this Agreement since it is an expenditure contract in excess of \$10 million dollars; and

8           WHEREAS, A copy of the Agreement is on file with the Clerk of the Board of  
9 Supervisors in File No. 130743, which is hereby declared to be a part of this resolution as if  
10 set forth fully herein; now, therefore, be it

11           RESOLVED, That the San Francisco Board of Supervisors authorizes the Director of  
12 Transportation of the SFMTA to execute the Agreement with Alstom Transportation, Inc. for  
13 vendor managed inventory services to provide rail parts and supplies for an initial term of two  
14 years with an option to extend the term for up to three additional years at the Director of  
15 Transportation's sole discretion for a total contract amount not to exceed \$39,158,000; and be  
16 it

17           FURTHER RESOLVED, That within thirty days of the contract being fully executed by  
18 all parties, the Director of the SFMTA shall provide the final contract to the Clerk of the Board  
19 for inclusion into the official file (File No. 130743).

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