

STAFF REPORT

SUBJECT: One Year Extension to Paratransit Operation and Maintenance Contract to Medical Transportation Management, Inc.

FROM: Christy Wegener, Director of Planning and Operations

DATE: June 5, 2017

---

**Action Requested**

Exercise the option to extend the first option year of the contract with Medical Transportation Management, Inc. (MTM) through FY2018.

**Background**

In February 2014, the Board of Directors awarded a contract to MTM to provide ADA paratransit services through a paratransit brokerage model for the Agency. The agreement was awarded for a base term of March 7, 2014 to June 30, 2017 with the right to extend the agreement for four one-year periods. The contract is recommended for extension of the first option year through June 30, 2018. The terms specify that the extension price will incorporate a 2% per trip price increase for each extension year.

**Discussion**

MTM has provided high quality paratransit services since starting the LAVTA contract in March 2014. Since they started, MTM has operated more like a partner than a contractor. The team provided a smooth start-up and transition, and even with several initial operational kinks, the team was committed to delivering a high quality product. The local and regional MTM team has helped LAVTA tackle several challenging issues over the years. These issues, including incorporating paratransit assessments and interviews into the application process, addressing inconsistent data, and helping to find creative ways to manage the growing ridership challenge, are even more important as they impact the Tri-Valley's most sensitive populations. The local team is dedicated, hardworking, and has incredible customer service. LAVTA's Dial-A-Ride service has and continues to receive high marks for the past three years, and customer complaints are down.

**Recommendation**

Staff recommends the Board exercise the first option year and extend the paratransit operations and maintenance agreement from July 1, 2017 through June 30, 2018.

Attachment

1. Letter to MTM Exercising Agreement Option
2. Resolution 26-2017

*Submitted by:* \_\_\_\_\_

June 5, 2017

Alaina Macia  
 Medical Transportation Management, Inc.  
 16 Hawk Ridge Drive  
 Lake St. Louis, MO 63367

Dear Alaina

On March 7, 2014 LAVTA entered into an Agreement with Medical Transportation Management, Inc. (MTM) for the provision of paratransit services. In accordance with this Agreement, the initial period of the contract began on May 1, 2014 and ends June 30, 2017, and LAVTA has sole discretion to extend the contract for four (4) one-year periods. This letter confirms LAVTA's intention to exercise the option to extend this contract for the period of July 1, 2017 through June 30, 2018.

In addition, in accordance with Section 4 of this Agreement, this letter also confirms the 2% increase in the per trip rate for FY18. Commencing July 1, 2017 through June 30, 2018 (FY 2017-18) LAVTA agrees to pay the Contractor for performance of the service set forth in this Agreement will adjust as follows:

Tier	Trips Per Month	Per Trip Rate
1	Up to 4,199	\$33.16
2	4,200-4,699	\$32.35
3	4,700+	\$31.28

MTM has provided quality paratransit services for LAVTA since the beginning of this contract. We look forward to another successful year of providing excellent service throughout the Tri-Valley.

It is a pleasure working with you.

Sincerely,

Michael Tree  
 Executive Director

**RESOLUTION NO. 26-2017**

**A RESOLUTION OF THE LIVERMORE AMADOR VALLEY TRANSIT AUTHORITY  
APPROVING AN EXTENSION OF THE PARATRANSIT OPERATIONS AND  
MAINTENANCE CONTRACT WITH MEDICAL TRANSPORTATION  
MANAGEMENT, INC. (MTM) FOR THE FIRST OPTION YEAR**

**WHEREAS**, the Livermore Amador Valley Transit Authority (LAVTA) entered into a contract for Operations and Maintenance (O&M) for its paratransit services with Medical Transportation Management Inc. (MTM), of Lake St. Louis, Missouri; and

**WHEREAS**, the contract base term, from May 1, 2014 to June 30, 2017, will be expiring at the end of June 2017; and

**WHEREAS**, the contract includes four one-year option terms that can be exercised increments at the sole discretion of LAVTA, from July 1, 2017 to June 30, 2021; and

**WHEREAS**, MTM has been providing quality paratransit transportation service for the three years to the most fragile residents and travelers of the Tri-Valley; has worked hard to improve customer service; and has shown a major commitment to the quality provision of ADA paratransit services; and

**WHEREAS**, LAVTA finds it in its best interests to exercise its option to extend the paratransit O&M contract to MTM for the first option year from July 1, 2017 to June 30, 2018.

**NOW, THEREFORE, BE IT RESOLVED:** That the Board of Directors of the Livermore Amador Valley Transit Authority, approves an extension of the paratransit O&M contract with Medical Transportation Management, Inc. of Lake St. Louis, Missouri for the first option year from July 1, 2017 to June 30, 2018 and directs the Executive Director and Legal Counsel to negotiate a contract extension pursuant to terms and conditions which are consistent with the RFP and the proposer's original and subsequent submittals.

**BE IT FURTHER RESOLVED:** That the Executive Director shall annually estimate the amount of service to be provided in the upcoming fiscal year, negotiate the terms and conditions for that amount of service with Medical Transportation Management, Inc., and present the resulting O&M costs for paratransit services in the annual Budget for the Board's review and approval.

**PASSED AND ADOPTED** by the governing body of the Livermore Amador Valley Transit Authority (LAVTA) this 5th day of June, 2017.

BY \_\_\_\_\_  
Steven Spedowfski, Chair

ATTEST \_\_\_\_\_  
Michael Tree, Executive Director