

STAFF REPORT

SUBJECT: Contract Extension with MTM, Inc.

FROM: Michael Tree, Executive Director

DATE: June 25, 2019

Action Requested

Recommend to the Board of Directors to authorize the Executive Director to extend the contract with MTM, Inc. by one (1) year.

Background

MTM, Inc. (MTM) is the current paratransit provider for LAVTA. The contract with MTM started in 2014 and is currently in the 2nd year of 4 optional contract extension years.

Discussion

LAVTA at their sole discretion can extend the contract with MTM awarded from RFP # 2013-03.

Given current service quality and cost, it is in the best interest of LAVTA to extend the contract with MTM rather than go out to bid for the paratransit service.

Budget

The budget FY20 has allocations in the budget for the increase in cost to the paratransit services.

Fiscal Impact

The cost of the contract will increase by two percent (2%) as per the agreement with MTM for additional contract years. The increase has been budgeted for FY20.

Recommendation

To recommend to the Board of Directors to Authorize the Executive Director to extend the current contract with MTM, Inc. for one (1) additional year.