Agenda Item 9-C
Action Item

To: Chairman Nohe and the VRE Operations Board
From: Doug Allen
Date: March 16, 2018
Re: Authorization to Amend the Contract for Fare Collections Equipment and Software Maintenance

Recommendation:

The VRE Operations Board is asked to authorize the Chief Executive Officer to execute a contract amendment with Scheidt & Bachmann for maintenance of the Fare Collections System equipment and software. The term of the amendment is one additional year at a cost of $702,820. The price for the additional year is the current annual rate of the previous amendment plus a 2.6% escalation based on the Producer Price Index (PPI). The total amount of this amendment is $702,820, with no contingency. This brings the total contract authorization amount from $14,048,177, to an amount not to exceed $14,750,997. This contract has been in effect since 2002.

Summary:

This amendment will extend the current Equipment and Software Maintenance agreement for one year. The current contract with Scheidt & Bachmann will then expire and a new agreement combining the Equipment and Software Maintenance with the System Hosting agreement will be initiated.

Background:

In June 2000, the VRE Operations Board authorized a contract with Scheidt & Bachmann (S&B) for the design and delivery of a new fare collections system. The initial contract
included four years of preventive maintenance and repair support. In October of 2002, the system was accepted and the four-year term for maintenance services began. The original four-year contract has been amended and modified over the past twelve years as the technology and data security requirements by the Payment Card Industry (PCI) have changed.

Because of the proprietary nature of the fare collections system and warranty considerations related to the latest system upgrade, S&B is the only vendor option to perform the ongoing system maintenance work, and extension of the agreement is necessary.

**Fiscal Impact:**

The FY 2019 Operating Budget includes $850,000 for Fare Collections Maintenance which will cover the $702,820 under this amendment. Funding for Maintenance and Hosting of the fare collections system will be included in subsequent year's budgets.
Virginia Railway Express
Operations Board

Resolution
9C-03-2018

Authorization to Amend the Contract for Fare Collections Equipment and Software Maintenance

WHEREAS, on June 16, 2000, the VRE Operations Board authorized a contract with Scheidt & Bachmann for the delivery of a new fare collections system; and,

WHEREAS, on October 31, 2002, the system was accepted and maintenance support began; and,

WHEREAS, the current equipment and software maintenance agreement is set to expire on June 30, 2018; and,

WHEREAS, the proprietary nature of the fare collections system and warranty considerations related to the latest system upgrade makes Scheidt & Bachmann the only vendor option to perform the ongoing system maintenance work;

NOW, THEREFORE, BE IT RESOLVED THAT, the VRE Operations Board does hereby authorize the Chief Executive Officer to execute a contract amendment with Scheidt & Bachmann for maintenance of the Fare Collections system equipment and software for an additional year, in the amount of $702,820, with no contingency, bringing the total contract authorization amount from $14,048,177, to an amount not to exceed $14,750,997.

Approved this 16th day of March 2018

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Martin Nohe
Chairman

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Maureen Caddigan
Secretary