



MEMORANDUM

DATE: January 9, 2023

TO: Honorable Mayor and Members of the City Council

FROM: Eric W. Green, DBA, Management Analyst

SUBJECT: First Transit, Inc./IndeBus Transit Services Contract Extension for 23-24



Before you is an agreement authorizing the City Manager to extend the contract with First Transit, Inc. in the amount of \$1,801,875.84 for the period of July 1, 2023 to June 30, 2024. The extension is for the operations and management of intra-city bus services, known as IndeBus. The original contract allowed the City to extend the initial 5-year program for 2 additional 1-year terms. This agreement represents the second of the 1-year term extensions. I have reviewed the proposed contract noting the agreement is an increase of \$110,107.36 from the current year or 6.5% and removes the expenses associated with marketing fees. The program's annual cost is deemed in line with 3.5% - 7% increases. The contract is in accordance with City Code Sec 1.43.007 D.

First Transit, Inc. is headquartered in Cincinnati, Ohio but maintains a major presence in the Kansas City area. First Transit is noted for having a close relationship with KCATA and the various projects currently managed including the Johnson County transit program.

Having reviewed all applicable contract documents, I believe this is an agreeable contract and all parties have fulfilled their obligations. The term of the contract is reasonable, and I find no provisions in the contract that would be detrimental to the City.

Please let me know if you should have any further questions regarding this matter.

Respectfully,

Eric W. Green, DBA
Management Analyst

- C. Zachary Walker, City Manager
Adam Norris, Deputy City Manager
Rebecca Behrens, City Clerk
Tom Scannell, Community Development Director