

Agenda Report

TO:

CITY COUNCIL

DATE: June 2, 2008

FROM:

CITY MANAGER

SUBJECT: ASSIGNMENT OF INTEREST IN LAIDLAW TRANSIT, INC.,

CONTRACT NO. 19420

RECOMMENDATION

It is recommended that the City Council:

- 1. Consent to an assignment of Services Contract No. 19420 from Laidlaw Transit, Inc. (Contractor) to First Student, Inc., the company which has acquired Laidlaw International; and,
- 2. Approve an amendment to Services Contract No. 19420 reflecting said assignment, approving an increase in costs of \$3,000 and authorizing the City Manager to execute said Amendment.

BACKGROUND

On 09/04/2007, the City Council authorized Services Contract No. 19420 with Laidlaw Transit Inc., for bus transportation for recreational excursions offered by the City's Human Services and Recreation Department on an as-needed basis. Laidlaw Transit, Inc. has provided such services to the City of Pasadena since 1999. The current contract extends from July 1, 2007 to July 30, 2008 for the contract amount not to exceed \$40,000. To date, services have been delivered to the full satisfaction of the City and in accordance with contractual requirements.

Service Contract No. 19420, Section VII (E) states that the contractor cannot assign or transfer any rights without the prior written consent of the City.

By letter dated 04/25/2008, First Student, Inc. informed the City that it had acquired Laidlaw Transit, Inc. and requested approval of assignment of Services Contract No. 19420 from Laidlaw Transit, Inc. to First Student, Inc. Staff has

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reviewed First Student Inc.'s request and recommends that the City's consent be given.

Additionally, staff requests authorization to increase the total amount of the contract from \$40,000 to \$43,000 based on the City's receipt of \$3,000 in additional Proposition A and C funds, specifically designated for Recreational Transportation and which must be expended by the end of the current fiscal year.

All other terms of Service Contract No. 19420 remain the same.

FISCAL IMPACT

The approval of the assignment of this contract has no fiscal impact on the General Fund.

Respectfully submitted,

BÉRNARD K. MELÉKIAN

City Manager

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Recreation Supervisor

APPROVED BY:

Patsy Lane, Director Human Services and

Recreation Department