



ROADS, BRIDGES & PORTS POLICY COMMITTEE

ACTION PACKET

**Wednesday, February 3, 2010
8:00 A.M.
404 HOB**

**Larry Cretul
Speaker**

**Gary Aubuchon
Chair**

COMMITTEE MEETING REPORT
Roads, Bridges & Ports Policy Committee

2/3/2010 8:00:00AM

Location: 404 HOB

Summary:

Roads, Bridges & Ports Policy Committee

Wednesday February 03, 2010 08:00 am

PCB RBP 10-01 Not Considered

PCB RBP 10-02 Not Considered

PCB RBP 10-03 Temporarily Deferred

PCB RBP 10-04 Not Considered

Committee meeting was reported out: Wednesday, February 03, 2010 12:08:20PM

COMMITTEE MEETING REPORT
Roads, Bridges & Ports Policy Committee

2/3/2010 8:00:00AM

Location: 404 HOB

Attendance:

	<i>Present</i>	<i>Absent</i>	<i>Excused</i>
Gary Aubuchon (Chair)	X		
Gwyndolen Clarke-Reed	X		
Clay Ford	X		
Audrey Gibson	X		
Mike Horner	X		
Jimmy Patronis	X		
Stephen Precourt	X		
Lake Ray	X		
Julio Robaina	X		
Hazelle Rogers	X		
Richard Steinberg	X		
Dwayne Taylor	X		
Nicholas Thompson	X		
Ritch Workman	X		
Totals:	14	0	0

Committee meeting was reported out: Wednesday, February 03, 2010 12:08:20PM

COMMITTEE MEETING REPORT
Roads, Bridges & Ports Policy Committee

2/3/2010 8:00:00AM

Location: 404 HOB

PCB RBP 10-01 : Driver's Licenses

Not Considered

Committee meeting was reported out: Wednesday, February 03, 2010 12:08:20PM

COMMITTEE MEETING REPORT
Roads, Bridges & Ports Policy Committee

2/3/2010 8:00:00AM

Location: 404 HOB

PCB RBP 10-02 : Outdoor Theaters

Not Considered

Committee meeting was reported out: Wednesday, February 03, 2010 12:08:20PM

COMMITTEE MEETING REPORT
Roads, Bridges & Ports Policy Committee

2/3/2010 8:00:00AM

Location: 404 HOB

PCB RBP 10-03 : Outdoor Advertising

Temporarily Deferred

Committee meeting was reported out: Wednesday, February 03, 2010 12:08:20PM

COMMITTEE MEETING REPORT
Roads, Bridges & Ports Policy Committee

2/3/2010 8:00:00AM

Location: 404 HOB

PCB RBP 10-04 : Transportation Corridors

Not Considered

Committee meeting was reported out: Wednesday, February 03, 2010 12:08:20PM

COMMITTEE MEETING REPORT
Roads, Bridges & Ports Policy Committee

2/3/2010 8:00:00AM

Location: 404 HOB

Other Business Appearance:

Department of Transportation 2010 Legislative Proposals
Stephanie Kopelousos, Secretary (Lobbyist) (State Employee) - Information Only
Florida Department of Transportation
605 Suwannee Street
Tallahassee FL 32399
Phone: 850-414-5206

Public Transportation Competitive Contracting
Wes Watson (Lobbyist) - Information Only
Florida Public Transportation Association
P.O. Box 10168
Tallahassee FL 32302

Public Transportation Competitive Contracting
Clarence "Cal" Marsella (At Request Of Chair) - Information Only
MV Transportation and Veolia Transportation
512 West Linden Street
Louisville Colorado 80027
Phone: (303) 406-1286

Committee meeting was reported out: Wednesday, February 03, 2010 12:08:20PM

**Presentation to the Florida
Legislature
February 3, 2010
Competitive Contracting for
Public Transportation Services**

Clarence Marsella



Why Competitively Contract?

- ▶ Reduces costs to the public authority and the taxpayer
- ▶ Savings can be used to increase service or maintain existing service levels
- ▶ Provides a marketplace barometer on costs, service quality and safety
- ▶ Provides opportunity to effectively bargain during labor contract negotiations
- ▶ Diversifies the service delivery system

The Contracting Model

- ▶ Transit agencies would competitively contract a minimum 20% of fixed route/fixed schedule bus services as defined by revenue hours
- ▶ The transit agencies will calculate and report upon the costs of services that are contracted and the same costs for services that are operated internally
- ▶ The implementation of this requirement will be phased in. No layoffs can occur through this bill. As employee attrition occurs those positions are not filled and then move over to the private contractor.

The Operating Contract Service Description

- ▶ The Agency specifies: Routes, Schedules, Fares, Performance Standards, Maintenance Requirements, and Insurance
- ▶ The Agency provides Buses, Radios, Fareboxes and Dispatch Services for the entire operation
- ▶ Fares are kept by the Transit Authority and do not relate to the cost of service
- ▶ Variations in the provision of buses and equipment are possible as well

Retained Costs

- ▶ General and Administrative
- ▶ Financial Reporting and Budgeting
- ▶ Planning and Marketing
- ▶ Public Facilities
- ▶ Dispatch, Street Supervision, Service Monitoring etc.

Non Retained Costs

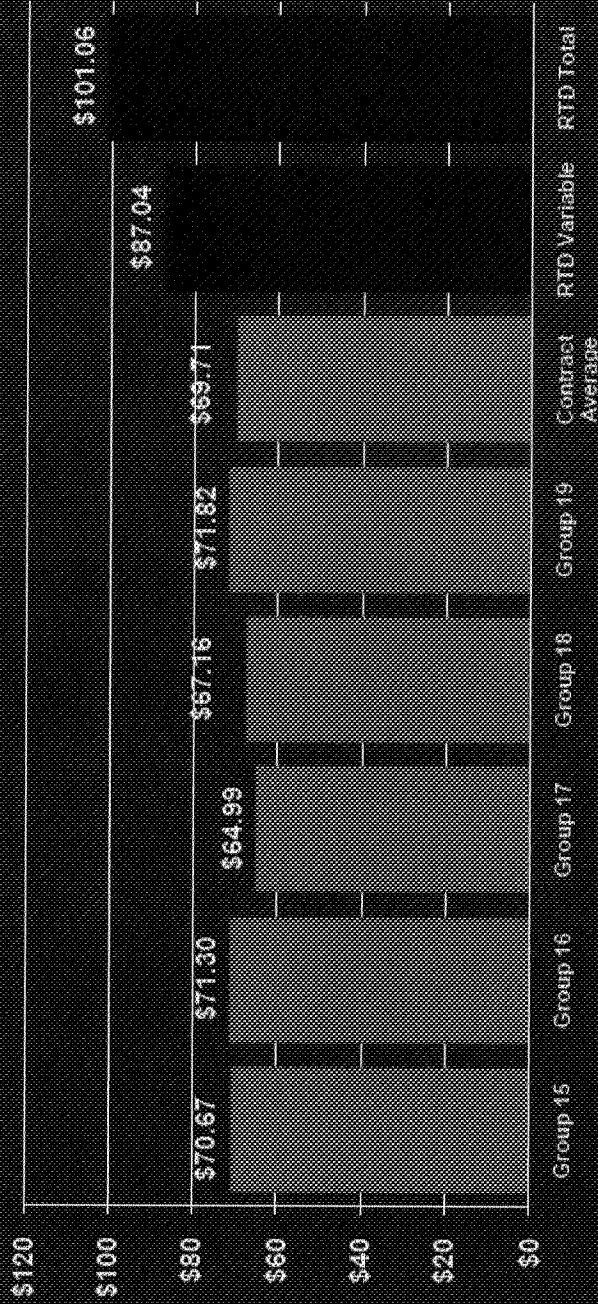
- ▶ Labor (Operator, Mechanic, Service and Cleaning, etc.)
- ▶ Direct Supervision of Personnel
- ▶ Consumables (Fuel, Repair Parts, etc.)
- ▶ Direct Support (Body Shop, Warehouse, Liability, Workmen's comp.)

Variable Overhead Costs

- ▶ Facilities related (Rent, available capacity, etc.)
- ▶ Indirect Support (Payroll, benefits administration, recruitment and training etc.)



Comparison of RTD and Private Contract Costs 2008



1. Private contractors pay fuel tax, sales tax, property tax, and vehicle registration fees which RTD does not pay.
2. RTD costs are estimates based on inflated 2007 actual costs.
3. RTD total costs include all variable costs, fixed costs, and depreciation on operating facilities and support equipment.
4. RTD has statutory limitation on insurance liability. Private carriers do not have statutory limitation on insurance liability.

RTD Performance Measures

•Reduce the number of safety incidents

	2005 Actual	2006 Actual	2007 Actual	2008 Goal	2008 1st Quarter
Vehicle Accident Involvements per 100,000 miles – System-wide	3.5	3.9	3.9	<4.0	4.1
RTD	3.6	4.0	4.1	<4.0	4.5
Laidlaw	4.5	4.5	4.6	<4.0	4.3
Veolia	3.3	4.0	3.7	<4.0	4.4
First Transit	3.0	2.9	3.0	<4.0	2.4
Passenger Accident Ratio per 100,000 miles – System-wide	0.11	0.14	0.14	<0.20	0.11
RTD	0.12	0.13	0.16	<0.20	0.16
Laidlaw	0.05	0.08	0.05	<0.20	0.00
Veolia	0.00	0.19	0.07	<0.20	0.19
First Transit	0.16	0.19	0.17	<0.20	0.00
Operator Passenger Assault Ratio per 100,000 boardings	0.04	0.04	0.04	<0.06	0.04

RTD Performance Measures

•Maintain system-wide on time performance

	2005 Actual	2006 Actual	2007 Actual ²	2008 Goal	2008 1 st Quarter
Local On-Time Service – System-wide	88.8%	90.9%	87.7%	88.0%	89.2%
RTD Local	89.4%	88.8%	87.4%	88.0%	88.7%
Laidlaw Local*	88.8%	91.0%	87.1%	88.0%	89.0%
Veolia	88.7%	89.1%	86.7%	88.0%	89.1%
First Transit-Local*	88.6%	90.9%	89.9%	88.0%	91.1%
Regional & Express On-Time Service	93.6%	92.6%	92.2%	94.0%	94.3%
Light Rail On-Time Service	99.9%	99.9%	99.9%	99.0%	99.96%

Likely Outcomes of Competitive Contracting

- ▶ Reduced operating costs directly through contracting and through the ability to better regulate cost increases in the future.
- ▶ Maintains a market barometer.
- ▶ Minimizes requirement to cut services in times of low revenues– Savings can be used to continue impacted services or expand service
- ▶ Competitive Labor Negotiations
- ▶ Reduction in need for new operating facilities
- ▶ Gasoline tax, sales tax, property tax and other fees could be paid which is now exempt under publically operated services

Questions?

