



# TRANSIT SHELTER CONTRACT UPDATES

AC TRANSIT BOARD OF DIRECTORS | JULY 27, 2022



## **Joint Board/AAC meeting and Regular Board Meeting: July 27, 2022**

- Presentation on Bus Stop Furniture Guidelines

## **Today's Presentation: August 10, 2022**

- Elements of Existing Transit Shelter Agreement
- Discussions with Local Jurisdictions
- Contracting Scenarios Overview
- Timeline

**Term: Amendment 9, April 1, 2022 – March 31, 2023**

## **Clear Channel Outdoor Advertising (CCO)**

- Performs maintenance and capital work in exchange for advertising revenue space on the shelters.
- **Shares 50% of Advertising Revenue with AC Transit**
- Owns and is liable for the transit shelters during the term.
- **Relinquishes shelter ownership at the end of the contract term.**

## **AC Transit**

- Administers the contract.
- **Funds the maintenance and capital work costs** with the expectation of receiving reimbursement from the local jurisdictions.

## **Local Jurisdictions**

- Issues permits, easements, or consent agreements to give Clear Channel permission to install shelters in the right-of-way.
- Provide input on bus shelter locations and other challenges in the field.

# EXISTING TRANSIT SHELTER AGREEMENT



SR18-211h – Attachment 3

<b>1999 Transit Shelter Agreement, Amendment No. 9</b> <b>Term: April 1, 2022 – March 31, 2023</b>	
Total Cost of Amendment	\$652,000.00
<b>Expenditures to Date</b>	
Total Expenses	\$(162,999.99)
Total Revenue	\$93,635.68
Year to Date	\$(69,364.31)

\* Projected annual advertising revenue share (50%) for contract duration provided by Clear Channel Outdoor Advertising

Jurisdiction	Option 1: Remove Shelters	Option 2: Take maintenance in-house	Option 3: Reimburse AC Transit	Ownership	Total Shelters (270)
Alameda County (Unincorporated)	X			Transfer ownership to ACT	21
Albany			X	Transfer ownership to ACT	9
Berkeley			X	Pending Response	51
El Cerrito			X	Transfer ownership to ACT	6
Fremont			X	Transfer ownership to ACT	49
Hayward			X	Pending Response	63
Newark		X		Retain Ownership	15
Richmond	Pending Response				9
San Leandro	Pending Response				37
San Pablo			X	Transfer ownership to ACT	10

\*Jurisdictions do not include the City of Oakland (110 shelters), the City of Emeryville (6 shelters), or the City of Alameda (80 shelters) which have their own Transit Shelter contracts.

## Assumptions

- Jurisdiction contributions may cover a portion of costs, which are subject to City Council approval
- Transit shelter liability would fall to the shelter owner
- Since local jurisdictions currently issue permits for transit shelters to Clear Channel Outdoor to operate shelters in their right-of-way, ownership defaults to the local jurisdictions.
- The following scenarios and costs are staff recommendations, but the ultimate decision is made by the AC Transit Board of Directors.

Since Amendment No. 9 ends on March 31, 2022, the District needs to decide how it will proceed with shelter maintenance and ownership

If No,

- Remove All Shelters for \$405,000 (Includes removal, disposal, and reconstructing any right-of-way and sidewalks).

If Yes,

- Third Party Contract Costs: \$3.2M - \$3.6M
  - Includes maintenance, capital costs, and staffing
  - Costs are based on Tempo Bus Rapid Transit Maintenance Contract costs (including prevailing wage). Cost does not yet include advertising revenue share and jurisdiction contributions credits

## Alternatives

- Remove shelters and replacing with benches: \$1.0M - \$1.3M (\$582K in annual bench maintenance)
  - Includes maintenance, capital costs; contractor and staffing costs may vary due to inflation and whether it is in-house or contracted out
- Could be a combination of keeping existing shelters, shelter removals (~\$1500 per removal), or shelter replacements with benches. Removals could decrease maintenance costs.

The timeline is subject to change depending on the scenario selected:

Date	Task
August 10, 2022	Staff Report to the Board of Directors with transit shelter contract/management scenarios and costs
August 11, 2022	Begin drafting procurement documents (scope of work, cost estimates, etc.)
End of August 2022 through December 2022	Finalize and execute agreements with local jurisdictions, release request for proposals (RFP's), receive BID's, and complete staff procurement of contractor(s).
Early 2023	AC Transit Board awards new contract(s), as necessary.
March 31, 2023	CCO Transit Shelter Agreement Amendment No. 9 Ends
April 1, 2023	New Contracts Begin (if any)





# QUESTIONS & DISCUSSION

SR18-211h – Attachment 3

