

To: Administration and Finance Committee

Date: Sept. 26, 2014

From: Anne Muzzini, Director of Planning

Reviewed by:

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**SUBJECT: MOU with MTC for Clipper**

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### Background

MTC has executed a Memorandum of Understanding (MOU) with the current operators that have Clipper. The MOU outlines responsibilities of MTC and the operators, addresses how new operator participants are added, and details the cost and revenue allocation methodology. In addition there are all the usual clauses about indemnification, dispute resolution, term and withdrawal.

The original agreement between MTC and six of the large operators was signed in 2003 and was used to implement "TransLink". In 2010 that agreement was replaced with the current MOU regarding operations and maintenance of Clipper. The Clipper MOU has been amended several times to adjust the cost and revenue allocation formula.

In order to implement Clipper at County Connection it is necessary to execute the Supplemental Agreement to the Clipper MOU. Hanson Bridgett has reviewed the agreement and concurs with the terms and conditions.

### Recommendation

Staff recommends that the A&F Committee support entering into an agreement with MTC for the implementation of Clipper and that they recommend to the Board adoption of a resolution authorizing the General Manager to sign the Supplemental MOU.