

**Metropolitan Transportation Commission
Regional Network Management Committee**

July 11, 2025

Agenda Item 2g

**Clipper® Contract Change Order - Price Adjustment for Fiscal Year 2024-2025: Cubic
Transportation Systems, Inc. (Cubic) (\$25,000)**

Subject:

Request for approval of a Change Order for Contract Price Schedules for Fiscal Year (FY) 2024-2025.

Background:

The current Clipper Contract (Contract) requires annual adjustment of specified Contract prices based on industry specific labor and materials indices published by the Bureau of Labor Statistics (BLS) because of the Contract's multi-year time span. According to the terms of the Contract, a Provisional Price schedule is implemented with a mutually agreed Provisional Prices increase at the beginning of each fiscal year; when the indices are published mid-fiscal year, a reconciliation is calculated and resolved via Contract Change Order. The Change Order recommended for Committee approval applies the above contractual methodology to adjust prices in the Contract for Fiscal Year 2024-2025.

The following table summarizes the capital and operating adjustment for each fiscal year:

Fiscal Year	Capital % adjustment	Capital \$ adjustment	Operating % adjustment	Operating \$ adjustment
FY 2024/2025	0.0%	\$0.00	0.3%	\$22,207.56
TOTAL	N/A	N/A	0.3%	\$22,207.56

Per the Clipper Amended and Restated Memorandum of Understanding with the participating Operators, MTC will distribute the Operators' share of the operating cost adjustment.

Cubic is neither a small business nor a disadvantaged business enterprise.

Issues:

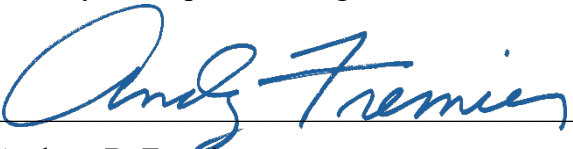
None identified.

Recommendation:

Staff recommends the Regional Network Management Committee authorize the Executive Director or designee to negotiate and enter into a Contract Change Order with Cubic Transportation Systems, Inc. in an amount not to exceed \$25,000 for the price schedule adjustment described above.

Attachments:

- Request for Committee Approval – Summary of Proposed Change Order


Andrew B. Fremier

Request for Committee Approval

Summary of Proposed Contract Change Order

Work Item No.: 320-1221

Consultant: Cubic Transportation Systems, Inc.
San Diego, California

Work Project Title: Final FY 2024-2025 Price Schedule for Clipper Contract

Purpose of Project: Adopt a price-adjusted Clipper Contract Price Schedule for Fiscal Year (FY) 2024-2025 in accordance with the terms and conditions of the Clipper Contract

Brief Scope of Work: Finalize Clipper Contract Price Schedules for FY 2024-2025, including \$22,207.56 in additional operating costs

Project Cost Not to Exceed: \$25,000 (this Change Order)
Total contract value before this Change Order = \$189,892,768
Total contract amount with this Change Order = \$189,917,768

Funding Source: Clipper Card Fee Revenue, RM 2 Operating, STA Allocation, RM 2 Marketing and Transit Operator Funds

Fiscal Impact: Funds available in the FY 2024-25 MTC agency budget.

Motion by Committee: That the Executive Director or designee is authorized to negotiate and enter into a Contract Change Order with Cubic Transportation Systems for the purposes described above and in the Regional Network Management Committee Summary Sheet dated July 11, 2025, and that the Chief Financial Officer is authorized to set aside \$25,000 for such Change Order.

Regional Network
Management Committee:

Alicia John-Baptiste, Chair

Approved: July 11, 2025