



# Transit Service Agreement



# Transit Service Agreement

## Background:

- ▶ In 2014, Council approved Master Operating Agreement
- ▶ Outlined responsibilities of:
  - ▶ City of Kelowna (Municipality)
  - ▶ BC Transit (Authority)
  - ▶ FirstCanada ULC (Operator)
- ▶ Effective June 1, 2014 to March 31, 2023

# Transit Service Agreement

## Provincially commissioned review panel recommendation:

- ▶ New “Transit Service Agreement”
  - ▶ Replaces “Master Operating Agreement”
  - ▶ Outlines responsibilities of:
    - ▶ City of Kelowna (Municipality)
    - ▶ BC Transit (Authority)
  - ▶ Does not include language referencing the Operator

# Transit Service Agreement

## Provincially commissioned review panel recommendation:

- ▶ Provides clarity
  - ▶ BC Transit has an agreement with City of Kelowna
  - ▶ BC Transit has a separate agreement with the operating company
- ▶ Integrated relevant language from Master Operating Agreement
- ▶ Requires annual execution by Council

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## Municipalities' responsibilities:

- ▶ Public passenger transportation system development
- ▶ Infrastructure & strategic planning
- ▶ Traffic control bylaws
- ▶ Fare rates & management
- ▶ Payments to Authority
- ▶ Sustainability

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## Responsibilities specific to City of Kelowna:

- ▶ Revenue and cost analysis
- ▶ Revenue reporting
- ▶ Inventory distribution to outlets
- ▶ Revenue/cost sharing structure

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## BC Transit Authority responsibilities:

- ▶ Managing accountability of operating company
- ▶ Developing policies and procedures
- ▶ Service planning, preparing and implementing
- ▶ Providing vehicles and equipment
- ▶ Financial reporting

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## Conclusion:

- ▶ Transit Service Agreement
  - ▶ Replaces Master Operating Agreement
  - ▶ Removes the portion related to the Operator
  - ▶ Provides clarity
    - ▶ BC Transit has an agreement with City of Kelowna
    - ▶ BC Transit has a separate agreement with the operating company





*Questions?*