

ORDINANCE NO. 013-31

AN ORDINANCE APPROVING AN
INTERGOVERNMENTAL
AGREEMENT WITH PACE FOR
SHARING OF FARE BOX REVENUES
RELATED TO STORED VALUE AND
SHARED USE PASSES

WHEREAS, The Chicago Transit Authority (“Authority”) and the Suburban Bus Division of the Regional Transportation Authority (“Pace”) each operate public transportation services in the Chicago metropolitan area; and

WHEREAS, Both the Authority and Pace will be implementing an Open Standards Fare System (OSFS) later this year which will permit more accurate tracking of customer use of shared fare products so the current intergovernmental agreement (“IGA”) must be terminated and a new IGA authorized between the parties; and

WHEREAS, The proposed IGA includes new revenue sharing formulas between the Authority and Pace that are based on the actual usage of each individual pass by the customers of each transit agency and which will also be used to divide revenues from any dormancy fees deducted from inactive accounts; and

WHEREAS, The proposed IGA will also set out the timing of funds transfers from the Authority’s accounts to Pace’s accounts for both shared and stored value fare transactions with the Authority responsible for disbursements of any such funds to Pace; and

WHEREAS, The proposed IGA will further implement agreed upon processes for managing service level credits for the OSFS contractor under the Board approved OSFS Agreement as defined in that agreement; and

WHEREAS, The term of the proposed IGA commences on the Pace Go Live date and shall remain in effect until terminated, in writing, by both parties; and

WHEREAS, On April 3, 2013, the Pace Board of Directors will approve the proposed IGA; now, therefore:

BE IT ORDAINED BY THE CHICAGO TRANSIT BOARD
OF THE CHICAGO TRANSIT AUTHORITY:

SECTION 1. That the President of the Chicago Transit Authority, or his designee, is hereby authorized to enter into an intergovernmental agreement with the Suburban Bus Division of the Regional Transportation Authority (Pace) to share fare revenues.

ORDINANCE NO. 013-31
(Continued) -2

SECTION 2. The intergovernmental agreement provides new revenue sharing formulas between the Authority and Pace, sets out the timing of the transfer of funds between the two agencies, implements processes for managing service level credits for the OSFS contractor, and includes such other terms and conditions as are substantially in the form attached as Exhibit A.

SECTION 3. This ordinance shall be in full force and effect from and after its passage and shall commence upon first customer use of the OSFS system.

APPROVED:

PASSED:

Chairman

March 13, 2013

Assistant Secretary

March 13, 2013