

SILICON VALLEY'S AIRPORT



Compensation Adjustment for Taxi San Jose

December 3, 2019, Item 6.1 Presenter: John Aitken

Background



- Airport taxi business has dropped dramatically
 - Currently 10,000 to 12,000 Airport pick-ups per month from over 30,000 in 2015
 - Active On-Demand taxi permits have dropped from 300 to 139
- Taxi San Jose
 - has been providing taxi and commercial shuttle dispatching services at the Airport since 2005
 - Current agreement expires January 31, 2021
 - 100% of operating expenses paid through monthly fees from drivers/permit holders

Assistance Proposal



- Taxi San Jose has requested assistance to meet their financial requirements
 - 2019/20 budget, based on a reduction of 165 permit holders, shows a shortfall of \$9,000/month
 - \$10,000 per month will allow them to remain operational through the end of their contract
- Amendment would also allow for early termination of the agreement allowing for implementation of a new model once available

Recommendation



Adopt a resolution authorizing the City Manager to negotiate and execute an Amendment to the Agreement with Taxi San Jose to provide compensation effective December 1, 2019 of \$10,000 per month, not to exceed \$140,000, to Taxi San Jose to maintain operational viability of the On-Demand Dispatch Services at the Airport