Request for Proposals (RFP) to Procure Retail Services at a Minimum of 12 Metrorail Stations

Presented to the Board of Directors:

Customer Service, Operations & Safety Committee

May 28, 2009







Purpose

To request Board approval to issue a Request for Proposals (RFP) for a three-year Retail Demonstration Program with five one-year options at a minimum of 12 Metrorail stations.



Background

- In May 2006, the Board authorized issuance of an RFP for retail services at 12 Metrorail stations
 - RFP specifically prohibited the sale of food, beverages and tobacco products
 - Only three proposals were received, all of which were unsatisfactory and therefore rejected
- The Board subsequently directed staff to investigate retail uses at other transit properties
- Newsstands with packaged food and beverage and food concessions are widely viewed to be the most financially lucrative transit retail endeavors



Program Details

- Staff prefers to have a Master Licensee operate a minimum of one site at each station identified in this RFP. Proposals from individual businesses would also be accepted.
- Master Licensee proposers would be required to submit proposals for a minimum of 12 Metrorail stations identified in RFP. Proposals for any Metrorail station not awarded through a master license would be accepted.
- Sites would be in paid and free areas of mezzanines, on exterior sidewalks and in Short-Term and Kiss & Ride spaces



Program Details (cont'd)

- Metro's prohibitions against (1) the sale of tobacco; and (2) consumption of food in the system will be affirmed, but proposals will be requested for:
 - Fixed retail services locations/structures, which could include automated kiosk vendors that sell non-food items
 - Fixed retail services locations/structures that also sell food items packaged to discourage consumption in the Metrorail system
 - Mobile retail services vehicles that sell non-food items
 - Mobile retail services vehicles that sell food items packaged to discourage consumption in the Metrorail system; e.g., takehome dinners



Program Details (cont'd)

- Stations in all three jurisdictions would be included in RFP and have been selected based on having available space and a minimum weekday average ridership of 6,000
- Trash removal, types of food packaging and station cleaning plans would have to be included in proposals
- Retail Services Demonstration Program would be reviewed after the third year, at which time either WMATA or the Licensee would have the option to terminate
- Program may be extended five additional one-year terms
- All current licensees would have the opportunity to add additional sites subject to Metro approval



Examples of Interior Locations

Interior Locations can accommodate built-in kiosk or removable cart structures



Paid area of mezzanine



Free area of mezzanine



Examples of Exterior Locations



Vienna

Short Term Parking



Examples of Retail Structures











Recommendation

Approve the issuance of a Request for Proposals for a three-year Retail Demonstration Program with five one-year options at a minimum of 12 Metrorail stations.



Appendix

Metrorail stations proposed for inclusion in Retail Demonstration Program

District of Columbia:

Anacostia (sidewalk)

Fort Totten (sidewalk and paid area of station)

Gallery Place-Chinatown (paid and free area of station)

Metro Center (paid area of station)

Maryland:

Branch Avenue (sidewalk and Kiss & Ride)

Glenmont (sidewalk)

New Carrollton (sidewalk)

Shady Grove (sidewalk)

Virginia:

King Street (free area of mezzanine)

Rosslyn (free area of mezzanine)

Vienna/Fairfax-GMU (paid area of station and Short Term Parking)

West Falls Church-VT/UVA (sidewalk)