



CITY OF LONG BEACH

DEPARTMENT OF FINANCIAL MANAGEMENT

C-24

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June 20, 2006

HONORABLE MAYOR AND CITY COUNCIL
City of Long Beach
California

RECOMMENDATION:

Adopt Specifications No. PA-01906 and award a contract to Peck Road Truck Center for furnishing and delivering three six-wheel drive Sterling, Model LT-9500 Dump Trucks in the amount of \$528,930 including tax, with the option of purchasing one additional unit at the contract price, at the discretion of the City Manager. (Citywide)

DISCUSSION

City Council approval is being requested to enter into a contract for the purchase of three six-wheel drive, model LT-9500 Dump Trucks. Additionally, it is requested that the City Council approve the option to purchase one additional unit at the contracted price, providing funds are available and an additional unit is required.

The Public Works Department, Fleet Services Bureau, has an immediate need to purchase three dump trucks as part of the City's multi-year vehicle replacement plan. One additional dump truck is expected to be required during Fiscal Year 2007. The current purchase will replace three diesel-powered dump trucks, ranging in age from 16 to 19 years. The budgeted replacement cycle of dump trucks is 15 years.

The bid was advertised on May 6, 2006, and 33 potential bidders were notified of the bid opportunity; three are Minority-owned Business Enterprises (MBEs), none are Women-owned Business Enterprises (WBEs), and five are Long Beach businesses. The bid document was made available from the Purchasing Division located on the Plaza Level of City Hall and the Division's website at www.lbpurchasing.org. A bid announcement was also included in the Purchasing Division's weekly update of Open Bid Opportunities, which is sent to 32 local, minority and women's business groups. Peck Road Truck Center of Whittier, CA, is the lowest responsible bidder.

This matter was reviewed by Senior Deputy City Attorney Donna F. Gwin on May 31, 2006 and Budget Management Officer David Wodynski on June 12, 2006.

TIMING CONSIDERATIONS

City Council action to adopt Specifications No. PA-01906 and award a contract concurrently is requested on June 20, 2006 to expedite the replacement of three dump trucks.

FISCAL IMPACT

The cost of this contract, in the amount of \$528,930, is included in the Fleet Services Fund (IS 386) in the Department of Public Works (PW). The City will have the option of adding expenditures up to 10 percent (or \$52,893) above the contract amount if funds are available. Should a fourth dump truck be required, the department will be authorized to expend an additional \$193,941.

SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,



MICHAEL A. KILLEBREW
DIRECTOR OF FINANCIAL MANAGEMENT



CHRISTINE F. ANDERSEN
DIRECTOR OF PUBLIC WORKS

MK:JV:JS
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APPROVED:



GERALD R. MILLER
CITY MANAGER