

C-7

May 11, 2021

HONORABLE MAYOR AND CITY COUNCIL
City of Long Beach
California

RECOMMENDATION:

Adopt a Resolution authorizing the City Manager, or designee, to execute a contract, and any necessary amendments, with McNeilus Financial, Inc., dba McNeilus Truck and Manufacturing, of Dodge Center, MN, for the purchase of McNeilus refuse truck parts, in an annual contract amount of \$100,000, with a 15 percent contingency of \$15,000, for a total annual contract amount not to exceed \$115,000, for a period of two years, with the option to renew for three additional one-year periods, at the discretion of the City Manager. (Citywide)

DISCUSSION

City Council approval is requested to enter into a contract with McNeilus Truck and Manufacturing (McNeilus) for the purchase of McNeilus refuse truck parts. McNeilus is the sole manufacturer and distributor of refuse truck parts for McNeilus trucks in California at their Colton location.

There are 21 McNeilus brand refuse trucks in service by the Public Works Department. Refuse trucks are complex vehicles, with extensive hydraulic and mechanical systems, that see daily hard use throughout Long Beach and require near-constant maintenance and service essential to keep the equipment reliable, operational, and safe. Original parts from the equipment manufacturer are needed to accomplish the required maintenance.

City Charter Section 1801 requires that contracts for City purchases be awarded to the lowest responsible bidder after a competitive bid process but allows for awards without a competitive bid process if accompanied by a Resolution adopted by the City Council.

This matter was reviewed by Deputy City Attorney Taylor M. Anderson on April 20, 2021, Business Service Bureau Manager Tara Mortensen on April 6, 2021, and by Revenue Management Officer Geraldine Alejo on April 17, 2021.

TIMING CONSIDERATIONS

City Council action is requested on May 11, 2021, to ensure a contract is in place expeditiously.

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FISCAL IMPACT

The total annual amount of the contract will not exceed \$115,000, inclusive of a 15 percent contingency, and is budgeted in the Fleet Services Fund Group in the Financial Management Department. Parts costs are recovered through the Fleet Services Memorandum of Understanding (MOU) regular monthly charges to the Refuse/Recycling Fund Group in the Public Works Department. This recommendation has no staffing impact beyond the normal budgeted scope of duties and is consistent with existing City Council priorities. There is no local job impact associated with this recommendation.

SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,



JOHN GROSS

INTERIM DIRECTOR OF FINANCIAL MANAGEMENT

ATTACHMENT – RESOLUTION

APPROVED:



THOMAS B. MODICA
CITY MANAGER

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RESOLUTION NO.

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LONG BEACH AUTHORIZING THE CITY MANAGER TO EXECUTE A CONTRACT WITH MCNEILUS FINANCIAL, INC. DBA MCNEILUS TRUCK AND MANUFACTURING, WITHOUT ADVERTISING FOR BIDS, FOR THE PURCHASE OF MCNEILUS REFUSE TRUCK PARTS FOR A PERIOD OF TWO YEARS WITH THE OPTION TO RENEW FOR THREE ADDITIONAL ONE-YEAR PERIODS FOR AN ANNUAL AMOUNT OF \$100,000

WHEREAS, there are twenty-one (21) McNeilus refuse trucks used daily by the Department of Public Works; and

WHEREAS, refuse trucks are complex vehicles, with extensive hydraulic and mechanical systems, which require constant maintenance and service; and

WHEREAS, to maintain the McNeilus refuse trucks, parts from the original equipment manufacturer are needed to ensure their continued reliable operation; and

WHEREAS, McNeilus Financial, Inc. dba McNeilus Truck & Manufacturing is the sole provider of McNeilus refuse truck body parts for McNeilus trucks in the State of California; and

WHEREAS, no useful purpose would be served by advertising for bids and to do so would constitute an idle and useless act and an unnecessary expenditure of public funds;

NOW, THEREFORE, the City Council of the City of Long Beach resolves as follows:

Section 1. The City Manager is hereby authorized to enter into a

1 contract, without advertising for bids, with McNeilus Financial, Inc. dba McNeilus Truck &
2 Manufacturing for the purchase of McNeilus refuse truck parts as may be required by the
3 City for a period of two (2) years in an annual amount of One Hundred Thousand Dollars
4 (\$100,000), plus a fifteen percent (15%) contingency of Fifteen Thousand Dollars
5 (\$15,000), for a total not to exceed amount of One Hundred Fifteen Thousand Dollars
6 (\$115,000). The parties may, by mutual agreement, extend the term for three (3)
7 additional one-year periods, at the discretion of the City Manager.

8 Section 2. This resolution shall take effect immediately upon its adoption
9 by the City Council, and the City Clerk shall certify the vote adopting this resolution.

10 I hereby certify that the foregoing resolution was adopted by the City
11 Council of the City of Long Beach at its meeting of _____, 2021, by the
12 following vote:

13
14 Ayes: Councilmembers: _____

15 _____

16 _____

17 _____

18 Noes: Councilmembers: _____

19 _____

20 Absent: Councilmembers: _____

21 _____

22 Recusal(s): Councilmembers: _____

23 _____

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25 _____

City Clerk

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