

# CITY OF LONG BEACH

DEPARTMENT OF FINANCIAL MANAGEMENT

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October 22, 2013

HONORABLE MAYOR AND CITY COUNCIL City of Long Beach California

#### **RECOMMENDATION:**

Adopt Specifications No. PA-05713 and award contracts to Industrial Clutch and Brake, Inc., DBA Friction Materials Company of Long Beach, a Long Beach-based business (Local and SBE); Superior Truck Supply, a Long Beach-based business (Local); Elliott Auto Supply Company, Inc., DBA Factory Motor Parts, of Anaheim, CA (not an MBE, WBE, SBE or Local); Battery Systems, Inc., of Garden Grove, CA (not an MBE, WBE, SBE or Local); Truck Lighthouse, of Santa Fe Springs, CA (not an MBE, WBE, SBE or Local); Warren Distribution, of Santa Fe Springs, CA (MBE; not a WBE, SBE or Local); H and H Auto Parts Wholesale, of Pacoima, CA, (SBE; not an MBE, WBE or Local); and, American Moving Parts, of Los Angeles, CA (SBE; not an MBE, WBE or Local), for furnishing and delivering general automotive parts, in an annual combined amount not to exceed \$840,000, for a period of two years, with the option to renew for two additional one-year periods, at the discretion of the City Manager. (Citywide)

# **DISCUSSION**

City Council approval is being requested to enter into annual contracts with Friction Materials Company, Superior Truck Supply, Factory Motor Parts, Battery Systems, Inc., Truck Lighthouse, Warren Distribution, H and H Auto Parts Wholesale, and American Moving Parts, to furnish and deliver general automotive parts, supplies, and batteries to support the vehicle maintenance programs for the Departments of Financial Management, Harbor and Water. The City anticipates approximately 2,300 vehicles and equipment will be affected by these contracts.

Due to the variety of vehicles and equipment in the City's fleet, it is necessary to have multiple vendors available to meet all of the needs of the various City departments. The Purchasing Division worked with the Fleet Services Bureau to develop a comprehensive bid that encompassed all general automotive parts needs. Based on expenditures from prior years, the combined annual not to exceed amount is estimated to total \$840,000, including tax. These bid specifications allow the City to achieve economies of scale and ensure the City is receiving the most competitive prices.

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## FISCAL IMPACT

Sufficient funds to cover the annual combined not to exceed amount of \$840,000 are budgeted in the Fleet Services Fund (IS 386) in the Department of Financial Management (FM) for \$700,000; in the Harbor Department (HA) for \$50,000; and, in the Water Department (WA) for \$90,000. Fleet Services costs are recovered through maintenance charges to the vehicle and equipment user departments. The award of these contracts will provide continued support to our local economy by assisting in the preservation of employment for 72 full-time employees residing in Long Beach.

## SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,

**JOHN GROSS** 

DIRECTOR OF FINANCIAL MANAGEMENT

JG:ES:to

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APPROVED:

PATRÍCK H. WEST CITY MANAGER