

# **CITY OF LONG BEACH**

DEPARTMENT OF PUBLIC WORKS

333 West Ocean Boulevard • Long Beach, CA 90802

April 4, 2006

HONORABLE MAYOR AND CITY COUNCIL City of Long Beach California

### **RECOMMENDATION:**

- Authorize the City Manager to execute the First Amendment to Agreement No. 28336 for the Gordian Group to increase the amount of the agreement by \$350,000, for a total amount not to exceed a limit of \$700,000, and extend the term for one year. Gordian provides technical support for the City's Job Ordered Contract (JOC) Programs. (Citywide)
- 2. Authorize the City Manager to execute amendments to the agreement relative to the extension of the term, to authorize additional services, if required, within the provisions of the agreement, and to adjust the fee schedule of hourly rates for inflation.

## DISCUSSION

On November 26, 2002, the City Council authorized the City Manager to execute a consultant agreement with the Gordian Group to implement the City's new Job Ordered Contracting S ervice (JOC) in the amount of \$350,000 for a term of three y ears (see Exhibit A). Gordian has provided JOC documentation and software development and testing, contract development, implementation and training, and follow-up technical support through this agreement. In consideration for use of copyrighted documents and software, the City now pays a licensing and technical support fee of 1.5 percent of the value of each project. In accordance with the Gordian contract, the fee was initially 5 percent for the first \$3 million of projects, and subsequently lowered to 1.5 percent thereafter, where it will remain for all current and future JOC programs. The fees are paid only as the incremental work order projects are awarded.

The JOC program, which utilizes a competitively bid, firm-price master contract, is a comprehensive procurement system designed to help public agencies provide routine construction services faster and at a lower cost than the traditional system of contracting.

As a result of the continuing requirement for technical support and the use of copyrighted documents and software provided by Gordian to support the JOC program,

ADMINISTRATION, PLANNING & FACILITIES 333 W. Ocean Blvd., 9<sup>th</sup> Floor Long Beach, CA 90802 Ph. (562) 570-6383 Fax (562) 570-6012 AIRPORT 4100 Donaid Douglas Dr. Long Beach, CA 90808 Ph. (562) 570-2600 Fax (562) 570-2601 ENGINEERING & STREET MAINTENANCE 333 W. Ocean Blvd., 9<sup>th</sup> Floor Long Beach, CA. 90802 Ph. (562) 570-6634 Fax (562) 570-6012 ENVIRONMENTAL SERVICES 2929 E. Willow Street Long Beach, CA 90806 Ph. (562) 570-2860 Fax (562) 570-2861 FLEET SERVICES 2600 Temple Avenue Long Beach, CA 90806 Ph. (562) 570-5400 Fax (562) 570-5414 TRAFFIC & TRANSPORTATIOI 333 W. Ocean Blvd., 10" Long Beach, CA 908 Ph. (562) 570-6331 Fax (562) 570-7161

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This matter was reviewed by Senior Deputy City Attorney Donna F. Gwin on March 14, 2006 and Budget Management Officer David Wodynski on March 24, 2006.

#### TIMING CONSIDERATIONS

City Council approval of this item is requested on April 4, 2006, in order to allow uninterrupted continuation of current projects as well as implementation of new projects.

#### FISCAL IMPACT

The total value of the recommended action is approximately \$350,000 over a 12-month period. Given the nature of construction services, a no-cost extension may be required at the end of the amendment period. Sufficient funds to cover these costs are budgeted in various projects in the Capital Projects Fund (CP) in the Department of Public Works (PW). No appropriation increase is required.

SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,

CHRISTINE F. ANDERSEN DIRECTOR OF PUBLIC WORKS

APPROVED:

noran GERALD R. MILLER CITY MANAGER

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Attachment: Exhibit A