



CITY OF LONG BEACH

DEPARTMENT OF FINANCIAL MANAGEMENT

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May 14, 2019

HONORABLE MAYOR AND CITY COUNCIL
City of Long Beach
California

RECOMMENDATION:

Authorize the City Manager, or designee, to amend Contract No. 33860 with Enterprise FM Trust, dba Enterprise Fleet Management, Inc., of St. Louis, MO, for leasing vehicles for various Police operations, to extend the contract for an additional 12-month period, in the amount by \$111,886, with a 10 percent contingency of \$11,189, for an annual amount not to exceed \$123,075, for a revised total contract amount not to exceed \$743,075, including taxes and fees. (Citywide)

DISCUSSION

On May 12, 2015, the City Council awarded a contract to Enterprise Fleet Management, Inc. for the lease of up to 20 vehicles for Police operations, in an annual amount not to exceed \$155,000 for a period of four years. This contract allows the City to replace vehicles of various makes and models, as needed, over the contract period.

City Council approval is requested to extend the existing contract with Enterprise Fleet Management, Inc., for an additional 12-month period, in an amount not to exceed \$123,075. Staff believe a five-year lease program on select leased vehicles will allow for maximum utility for Police operations, which require a diverse selection of vehicle options beyond what is in the existing fleet. The lease contract allows for vehicles to be selectively turned in and exchanged for another when that flexibility is required. Extending the use of existing leased vehicles also results in a savings to the City as opposed to leasing new replacements.

This matter was reviewed by Deputy City Attorney Taylor M. Anderson and Purchasing Agent Tara Yeats on April 18, 2019, and by Budget Management Officer Rhutu Amin Gharib on April 24, 2019.

SUSTAINABILITY

All leased vehicles are, or will be, compliant with current air quality regulations for the State of California and, if necessary, will be equipped with all required safety and security features. The maintenance of vehicles will be performed by the Fleet Services Bureau.

TIMING CONSIDERATIONS

City Council action is requested on May 14, 2019, to ensure the lease vehicles are available to support Police departmental operations citywide.

FISCAL IMPACT

The requested action extends the current contract with Enterprise Fleet Management, Inc., by an additional 12-month period, for an amount not to exceed \$123,075, including taxes and fees, for a revised total contract amount not to exceed \$743,075. Sufficient appropriation is budgeted in the Fleet Services Fund Group in the Financial Management Department (22). Lease costs are collected through the regular charges to the Police Department (32) through the Fleet Memorandum of Understanding monthly billing process. Extending this contract is not expected to require additional staff hours 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
DIRECTOR OF FINANCIAL MANAGEMENT

JG:DB
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APPROVED:


PATRICK H. WEST
CITY MANAGER