

September 1, 2020

HONORABLE MAYOR AND CITY COUNCIL City of Long Beach California

**RECOMMENDATION:** 

Authorize the City Manager, or designee, to execute all documents necessary for the First Amendment to Project Labor Agreement (PLA) No. 33859 between the City of Long Beach and the Los Angeles/Orange Counties Building and Construction Trades Council, and the signatory Craft Councils and Local Unions, to extend the terms of the PLA from its expiration date of May 22, 2020 to December 31, 2020 or the effective date of a new Project Labor Agreement, whichever occurs first. (Citywide)

### DISCUSSION

On April 7, 2015, the City Council authorized the City Manager to execute a Citywide Project Labor Agreement (PLA) between the City of Long Beach, the Los Angeles/Orange Counties Building and Construction Trades Council (Building Trades Council), and the signatory Craft Councils and Local Unions signing the PLA for all covered projects over \$500,000, for a period of five years. The PLA was fully executed on May 22, 2015 and expired on May 22, 2020.

Since that time, both parties have been engaged in discussions regarding the general terms and conditions for a new, Proposed PLA (Proposed PLA), which will be brought to the City Council for a study session later this year. Since the expiration of the current PLA, no Capital Improvement Projects (CIP) that would have been subject to the PLA terms have been bid by the City. Both parties wish to amend the current PLA to cover eligible CIPs that may be paid for by the City while negotiations are ongoing.

City Council approval is requested to authorize the City Manager to execute the First Amendment to the PLA to extend and cover the period between the PLA's expiration on May 22, 2020 to December 31, 2020 or the effective date of the Proposed Agreement, whichever occurs first. All of the existing terms and conditions of the current PLA will remain in full force and effect.

This matter was reviewed by Deputy City Attorney Erin Weesner-McKinley on August 20, 2020 and by Budget Management Officer Rhutu Amin Gharib on August 24, 2020.

#### TIMING CONSIDERATIONS

City Council action is requested on September 1, 2020, so staff may include the terms and conditions of the PLA in all eligible CIP competitive bid documents and requests for proposals.

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#### FISCAL IMPACT

Staff anticipate the Amendment will have the same general fiscal impact on CIP costs under the current PLA. Generally, the industry standard cost for monitoring a PLA is between 0.70 and 1.33 percent, depending on the size of the project or the cost of construction; however, given City Council direction to include the services of an independent jobs coordinator, this will add an additional cost to the City for eligible projects. These costs will be allocated to the funding sources used for the various projects. 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 KEISLER DIRECTOR OF ECONOMIC DEVELOPMENT

ERIC LOPEZ

JK:NS

**APPROVED:** 

THOMAS B. MODICA CITY MANAGER

# CITY OF

## **REQUEST TO ADD AGENDA ITEM**

Date: August 26, 2020

**To:** Monique De La Garza, City Clerk

From: Thomas B. Modica, City Manager-

Subject: Request to Add Agenda Item to Council Agenda of September 1, 2020

Pursuant to Municipal Code Section 2.03.070 [B], the City Councilmembers signing below request that the attached agenda item (due in the City Clerk Department by Friday, 12:00 Noon) be placed on the City Council agenda via the supplemental agenda.

The agenda title/recommendation for this item reads as follows:

Authorize the City Manager, or designee, to execute all documents necessary for the First Amendment to Project Labor Agreement (PLA) No. 33859 between the City of Long Beach and the Los Angeles/Orange Counties Building and Construction Trades Council, and the signatory Craft Councils and Local Unions, to extend the terms of the PLA from its expiration date of May 22, 2020 to December 31, 2020 or the effective date of a new Project Labor Agreement, whichever occurs first. (Citywide)

Council District	Authorizing Councilmember	Signed by
4	Daryl Supernaw	(Digital – attached email)
3	Suzie Price	(Digital – attached email)
5	Stacy Mungo	(Digital – attached email)

Attachment: Staff Report dated September 1, 2020