Department of Financial Management 411 West Ocean Boulevard, 6th Floor Long Beach, CA 90802 (562) 570-6425



November 17, 2020

HONORABLE MAYOR AND CITY COUNCIL City of Long Beach California

RECOMMENDATION:

Adopt a Resolution authorizing the City Manager, or designee, to execute a contract, including any necessary amendments, with Los Angeles Truck Centers, LLC, dba Velocity Truck Centers, of Whittier, CA, for the purchase of eight Autocar ACX64 side loading refuse trucks, on the same terms and conditions afforded to the City of Pasadena, in an amount not to exceed \$2,866,808, inclusive of taxes and fees. (Citywide)

DISCUSSION

City Council approval is requested to enter into a contract with Los Angeles Truck Centers, LLC, dba Velocity Truck Centers, for the purchase of eight Autocar ACX64 side loader refuse trucks, in a total contract amount not to exceed \$2,866,808, inclusive of taxes and fees. The refuse trucks will replace existing units in the Environmental Services Bureau in the Public Works Department. Purchase of these vehicles was approved by the City Manager in the FY 18 Fleet Replacement Plan.

The current vehicles are an average of 6.5 years past their useful life and are consequently incurring increased repairs. The new trucks are necessary to ensure the continuity of refuse collection operations, as downtime has steadily increased with the complexity and length of repairs. These new units are the same model as the other newer side loader trucks currently in the fleet, enabling operators to be assigned to use any of the trucks as needed.

The Fleet Services Bureau and the Purchasing Division in the Financial Management Department researched procurement options for refuse trucks and found that the City of Pasadena had completed an open, fair, transparent, and competitive procurement process. Staff reviewed the City of Pasadena's contract and determined the contract proved to be the best option for this purchase due to the competitive pricing and their ability to provide the exact configuration needed for field operations.

City Charter Section 1802 provides an alternative procurement method by permitting the City to purchase or otherwise obtain services, supplies, materials, equipment, and labor with other government agencies by purchasing under their contracts on a voluntary and selective basis when authorized by a Resolution of the City Council.

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This matter was reviewed by Deputy City Attorney Taylor M. Anderson on October 27, 2020, Business Services Bureau Manager Tara Yeats on October 19, 2020, and by Budget Management Officer Rhutu Amin Gharib on November 2, 2020.

SUSTAINABILITY

These new refuse trucks are compliant with the State of California and local district air quality regulations and use clean burning, renewable natural gas fuel to reduce air toxins and pollutant emissions.

TIMING CONSIDERATIONS

City Council action to adopt a Resolution and award a contract concurrently is requested on November 17, 2020, to ensure the contract is in place expeditiously.

FISCAL IMPACT

The cost of the contract will not exceed \$2,866,808, inclusive of taxes and fees, and is budgeted in the Fleet Services Fund Group in the Financial Management Department. All eight replacement units are fully funded through regular capital replacement charges previously collected. Ongoing maintenance expenses for the eight refuse trucks are estimated at \$208,296 annually, and capital replacement charges based on an asset life of approximately seven years, estimated at \$503,688 annually, will be charged to the Refuse and Recycling Group in the Public Works Department. Ongoing charges will be collected through the regular Fleet Services Memorandum of Understanding (MOU) monthly billing process starting when the units are delivered and in use. 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 DIRECTOR OF FINANCIAL MANAGEMENT

ATTACHMENT - RESOLUTION

APPROVED:

126UA

THOMAS B. MODICA CITY MANAGER

	1	RESOLUTION NO.
	2	
	3	A RESOLUTION OF THE CITY COUNCIL OF THE
	4	CITY OF LONG BEACH AUTHORIZING THE CITY
	5	MANAGER TO EXECUTE AN AGREEMENT WITH LOS
	6	ANGELES TRUCK CENTERS, LLC, DBA VELOCITY
	7	TRUCK CENTERS, TO PURCHASE EIGHT (8) AUTOCAR
	8	ACX64 SIDE LOADING REFUSE TRUCKS, THROUGH
	9	THEIR CONTRACT WITH THE CITY OF PASADENA, IN AN
	10	ANNUAL AMOUNT NOT TO EXCEED \$2,866,808,
	11	INCLUDING TAX AND FEES
ORNEY kttorney 9th Floor 4511	12	
	13	WHEREAS, the Charter of the City of Long Beach (the "City"), Section
CITY, CIN, CI Souleva CA 908	14	1802, permits the City to purchase services, supplies, materials, equipment and labor
F THE S PARI cean E cean E	15	with other government agencies by purchasing under their contracts on a voluntary and
OFFICE OF THE CITY AT CHARLES PARKIN, City , 411 West Ocean Boulevard Long Beach, CA 90802	16	selective basis when authorized by resolution; and
OFFICE CHARL 411 West Long	17	WHEREAS, the City desires to purchase eight (8) Autocar ACX64 side
	18	loading refuse trucks ("Refuse Trucks"); and
	19	WHEREAS, the Refuse Trucks will replace existing units in the
	20	Environmental Services Bureau in the Public Works Department; and
	21	WHEREAS, the current vehicles are an average of 6.5 years past their
	22	useful life and consequently are experiencing increased repairs and expense; and
	23	WHEREAS, the new trucks are necessary to ensure the continuity of refuse
	24	collection operations as downtime has steadily increased with the complexity and length
	25	of repairs; and
	26	WHEREAS, these new units will be the same model as the other newer
	27	side loader trucks currently in the fleet, enabling operators to be assigned to use any of
	28	the trucks as needed; and
		1

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	1	WHEREAS, the City of Pasadena has a contract with Los Angeles Truck
	2	Centers, LLC, dba Velocity Truck Centers, for the purchase of these Refuse Trucks,
	3	Purchase Order No. 1182323-00 ("Pasadena Contract"); and
	4	WHEREAS, the City's participation in the Pasadena Contract will facilitate
	5	acquisition of the Refuse Trucks as well as provide considerable cost benefits to the City;
	6	and
	7	WHEREAS, if the City had to utilize a formal bid process rather than
	8	participate in the Pasadena Contract considerably more funds would be required;
	9	NOW, THEREFORE, the City Council of the City of Long Beach resolves as
	10	follows:
	11	Section 1. The above recitals are true and correct and are incorporated
	12	herein by this reference.
	13	Section 2. The City Manager or designee is hereby authorized to enter
	14	an agreement with Los Angeles Truck Centers, LLC, dba Velocity Truck Centers, to
	15	purchase eight (8) Refuse Trucks, of the same type and kind identified in the Pasadena
)	16	Contract except as modified by mutual agreement of the City and Los Angeles Truck
	17	Centers, LLC, dba Velocity Truck Centers, and the purchase by the City shall be on the
	18	same terms and conditions afforded to the City of Pasadena, in an amount not to exceed
	19	Two Million Eight Hundred Sixty Six Thousand Eight Hundred Eight Dollars (\$2,866,808),
	20	including tax and fees.
	21	Section 3. This resolution shall take effect immediately upon its adoption
	22	by the City Council, and the City Clerk shall certify the vote adopting this resolution.
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	27	///
	28	///
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OFFICE OF THE CITY ATTORNEY CHARLES PARKIN, City Attorney 411 West Ocean Boulevard, 9th Floor Long Beach, CA 90802-4511

