



CITY OF LONG BEACH

C-13

DEPARTMENT OF FINANCIAL MANAGEMENT

333 West Ocean Boulevard 6th Floor • Long Beach, CA 90802 • (562) 570-6845 • Fax (562) 570-5836

April 15, 2008

HONORABLE MAYOR AND CITY COUNCIL
City of Long Beach
California

RECOMMENDATION:

Adopt the attached Resolution authorizing the City Manager to execute a contract and any amendments thereto with Bolder Group, Inc., for the purchase of marine fuel and related supplies at an estimated cost of \$140,000. The term of the contract will be for one year with the option for two additional one-year extension periods plus a 10 percent contingency, if necessary and if funds are available. (Citywide)

DISCUSSION

The Police Department Harbor Security boats and Fire Department Marine Safety rescue boats use fuel and related supplies that are essential to the operation of the City boats. The Police Department is currently using the Harbor Security boats for Homeland Security patrols in the Harbor and around the Oil Islands. The Fire Department is using the Marine Safety rescue boats for fire and lifeguard rescue in the Port of Long Beach, Alamitos Bay, Marine Stadium and the Downtown Marina area.

City Charter Section 1801 requires that contracts for City purchases be awarded to the lowest responsible bidder after a competitive bid process, but allows for awards without a competitive bid process if accompanied by a resolution documenting the reason for a sole-source award adopted by the City Council.

Bolder Group, Inc., is the only vendor that has sites in the Long Beach waterfront area, Alamitos Bay and the Downtown Marina thereby allowing the City boats to be fueled virtually within their patrol and operating areas, minimizing the time they are not available for response. Other marine fuel vendors, which are located in Huntington Beach and San Pedro, cannot provide this level of proximity and immediate response if there is an urgent need for additional fueling capacity in the event of an emergency. Use of these external vendors would take boats out of service for up to an hour or longer and would require increased fuel use for the transit to and from Long Beach for fueling City boats.

This matter was reviewed by Principal Deputy City Attorney J. Charles Parkin on April 2, 2008 and Budget Management Officer Victoria Bell on April 4, 2008.

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TIMING CONSIDERATIONS

City Council action to adopt the attached Resolution is requested on April 15, 2008 to ensure that the contract is in place prior to expiration of the existing blanket purchase order.

FISCAL IMPACT

The total cost of the contract is approximately \$140,000: \$90,000 for the Police Department (PD) and \$50,000 for the Fire Department (FD), 80 percent of the costs incurred by the Police Department will be charged to the Harbor Department (HA), in accordance with the current Memorandum of Understanding. The remaining 20 percent will be funded by the Tidelands Operating Fund (TF). The Fire Department's \$50,000 is budgeted in the Fleet Services Fund (IS 386) in the Public Works Department (PW). The fuel costs are funded through the fleet equipment charges of the Fire Department (FD) and the Tidelands Operating Fund (TF). The City will have the option of adding up to 10 percent (or \$14,000) above the contract amount if necessary and if the funds are available.

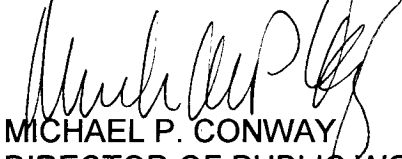
SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,



LORI ANN FARRELL
DIRECTOR OF FINANCIAL MANAGEMENT/CFO



MICHAEL P. CONWAY
DIRECTOR OF PUBLIC WORKS

LAF:CFA:ES:gp/cm

ATTACHMENT

3-15-08 CL – Adopt Resolution – Bolder Group, Inc. – Marine Fuel & Related Supplies

APPROVED:



PATRICK H. WEST
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 BOLDER
6 GROUP INC. WITHOUT ADVERTISING FOR BIDS FOR
7 PURCHASE OF MARINE FUEL AND RELATED SUPPLIES

8
9 WHEREAS, the Police Department Harbor Security and Fire Department
10 Marine Safety require fuel and related supplies that are essential to the operation of the
11 City boats; and

12 WHEREAS, the Police Department is currently using the Harbor Security
13 boats for Homeland Security patrols in the Harbor and around the Oil Islands; and

14 WHEREAS, the Fire Department is using the Marine Safety rescue boats
15 for fire and lifeguard rescue in the Port of Long Beach, Alamitos Bay, Marine Stadium,
16 and the Downtown Marina Area; and

17 WHEREAS, Bolder Group, Inc. is the only fuel vendor that has sites in the
18 Long Beach waterfront area, Alamitos Bay, and the Downtown Marina; and

19 WHEREAS, use of Bolder Group, Inc. provides a great convenience by
20 allowing the City boats to be fueled virtually within their patrol and operating areas,
21 thereby minimizing time they are not available for responses; and

22 WHEREAS, use of external vendors would take boats out of service for up
23 to an hour or longer and would require increased fuel use for transit to and from Long
24 Beach for refueling purposes; and

25 WHEREAS, no useful purpose would be served by advertising for bids for
26 Marine Fuel and to do so would constitute an idle and useless act and an unnecessary
27 expenditure of public funds;

28 NOW, THEREFORE, the City Council of the City of Long Beach resolves as

OFFICE OF THE CITY ATTORNEY
ROBERT E. SHANNON, City Attorney
333 West Ocean Boulevard, 11th Floor
Long Beach, CA 90802-4664

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follows:

Section 1. That the above recitals are true and correct and are incorporated herein.

Sec. 2. The City Manager is hereby authorized to execute a contract and any amendments thereto with Bolder Group, Inc. for the purchase of marine fuel and related supplies, in an amount not to exceed \$140,000.

Sec 3 . This resolution shall take effect immediately upon its adoption by the City Council, and the City Clerk shall certify to the vote adopting this resolution.

I hereby certify that the foregoing resolution was adopted by the City Council of the City of Long Beach at its meeting of _____, 2008, by the following vote:

Ayes: Councilmembers: _____

Noes: Councilmembers: _____

Absent: Councilmembers: _____

City Clerk

GA:lkM 4/2/08
A08-00877