

BOARD OF UTILITIES COMMISSIONERS

1800 E. Wardlow Road, Long Beach, CA 90807 562.570.2300 | LBUtilities.org

September 14, 2023

Recommendation

Adopt Resolution UT-1489 authorizing the General Manager to execute a contract, and any necessary subsequent amendments, with Home Depot U.S.A., of Atlanta, GA, for furnishing and delivering maintenance, repair, and operations supplies and miscellaneous materials, on the same terms and conditions afforded to Maricopa County, AZ, through Omnia Partners, in an annual amount not to exceed \$300,000 for the duration of the Omnia Partners contract, which expires on December 31, 2026.

Executive Summary

Currently, City Manager Departments purchase as-needed maintenance, repair, and operations supplies and miscellaneous materials through Home Depot. The City Purchasing Division within the Department of Financial Management researched procurement options for this need and discovered other agencies had completed an open, fair, transparent, and competitive procurement process. The City reviewed cooperative agreement options and determined that the contract between Maricopa County, AZ, through Omnia Partners, and Home Depot, provided the best value to the City based on its competitive pricing, service level, and breadth of product offerings. Home Depot also offers a rebate incentive up to 5 percent cash back on purchases over \$100,000 and a volume price program on orders more than \$2,000. Home Depot can manage high frequency, small volume, and will-call orders for a wide variety of materials used for special projects that would be impractical to bid individually.

The Utilities Department requests to establish a contract with Home Depot by relying on the City's review and selection process to piggyback on the Omnia Partners contract for furnishing and delivering maintenance, repair, and operations supplies and miscellaneous materials on an asneeded basis. The City Charter allows for this alternative procurement method to purchase or otherwise obtain services, supplies, materials, equipment, and labor when authorized by a Resolution adopted by the Board of Utilities Commissioners.

Fiscal Impact

The cost to the Water, Gas, and Sewer Funds will be incurred in FY 24 - FY 27, with the actual amounts unknown at this time but the total amount will not exceed \$300,000 annually for the duration of the Omnia Partners contract, which expires on December 31, 2026. These costs are included in the FY 24 budgets and financial projections.

Tai Tseng

Assistant General Manager

Christopher 3/Garner

General Manager

Attachment

OFFICE OF THE CITY ATTORNEY DAWN MCINTOSH, City Attorney 411 West Ocean Boulevard, 9th Floor Long Beach, CA 90802-4664

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RESOLUTION NO. UT-1489

A RESOLUTION OF THE BOARD OF PUBLIC UTILITIES COMMISSIONERS OF THE CITY OF LONG BEACH AUTHORIZING THE GENERAL MANAGER TO ENTER INTO AN AGREEMENT WITH HOME DEPOT U.S.A. INC.. FOR **FURNISHING** AND DELIVERING MAINTENANCE, REPAIR, AND OPERATIONS SUPPLIES AND MISCELLANEOUS MATERIALS ON AN AS-NEEDED BASIS. ON THE SAME TERMS AND CONDITIONS AFFORDED TO MARICOPA COUNTY. ARIZONA THROUGH OMNIA PARTNERS, IN AN ANNUAL AMOUNT NOT TO EXCEED \$300,000 UNTIL THE OMNIA CONTRACT EXPIRES ON DECEMBER 31, 2026, WITH THE OPTION TO RENEW FOR AS LONG AS THE OMNIA CONTRACT IS IN EFFECT. AT THE DISCRETION OF THE GENERAL MANAGER

WHEREAS, the Charter of the City of Long Beach (the "City"), Section 1802, permits the City and its Boards to purchase services, supplies, materials, equipment and labor with other government agencies by purchasing under their contracts on a voluntary and selective basis when authorized by resolution; and

WHEREAS, the Board of Public Utilities Commissioners ("Board") desires to purchase maintenance, repair, and operations supplies and miscellaneous materials on an as-needed basis; and

WHEREAS, Maricopa County, Arizona, through Omnia Partners, has a contract with Home Depot U.S.A., Inc. for maintenance, repair, operating supplies, industrial supplies, and related products and services, Contract No. 16154-RFP ("Omnia

Contract"); and

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WHEREAS, the Board's participation in the Omnia Contract will facilitate acquisition of the as-needed maintenance, repair, and operations supplies and miscellaneous materials as well as provide considerable cost benefits to the Board; and

WHEREAS, if the Board had to go to formal bid rather than participate in the Omnia Contract considerably more funds would be required;

NOW, THEREFORE, the Board of Public Utilities Commissioners of the City of Long Beach resolves and declares as follows:

Section 1. The above recitals are true and correct and are incorporated herein by this reference.

Section 2. The Board hereby authorizes the General Manager to enter an agreement with Home Depot U.S.A., Inc. to provide as-needed maintenance, repair, and operations supplies and miscellaneous materials, of substantially the same type and kind afforded to Maricopa County, Arizona pursuant to the Omnia Contract except as modified by mutual agreement of the Board and Home Depot U.S.A., Inc. in an annual amount not to exceed Three Hundred Thousand Dollars (\$300,000), until Omnia Contract No. 16154-RFP expires on December 31, 2026, with the option to renew for as long as the Omnia Contract is in effect, at the discretion of the General Manager.

Section 3. This Resolution shall take effect immediately upon its adoption by the Board, and the Secretary to the Board shall certify the vote adopting this Resolution.

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2	Public	Utilities	Comm	issioner	s of	the	City	of	Long	Beach	at	its	meeting	on
3	, 2023, by the following vote:													
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