

CITY OF LONG BEACH

DEPARTMENT OF PUBLIC WORKS

C-24

333 West Ocean Boulevard • Long Beach, CA 90802 • (562) 570-6383 • FAX (562) 570-6012

October 10, 2006

HONORABLE MAYOR AND CITY COUNCIL City of Long Beach California

RECOMMENDATION:

Adopt the attached Resolution authorizing the City Manager to execute a contract with McNeilus Truck and Manufacturing Company for McNeilus parts for City vehicles at an estimated cost of \$250,000 annually, including tax, for a period of one year, with an option to renew for two additional one-year periods at the discretion of the City Manager, and with an option for a 10 percent contingency, if necessary, and if funds are available.

DISCUSSION

City Council approval is being requested to enter into a contract to purchase parts for refuse trucks that have McNeilus bodies. The City has 68 of these units with 9 more on order. McNeilus is the sole manufacturer for the parts the City needs to maintain its McNeilus equipment and the company does not utilize independent distributors. This contract is higher than the last contract due to an aging fleet, the increased quantity of equipment, and the fact that a majority of the units are coming out of warranty.

This matter was reviewed by Senior Deputy City Attorney Donna F. Gwin on September 08, 2006 and by Budget Management Officer David Wodynski on September 22, 2006.

TIMING CONSIDERATIONS

City Council action is requested on October 10, 2006, in order to provide a constant availability of parts required to maintain City equipment.

FISCAL IMPACT

The funds to purchase the parts is in the annual budget of the Fleet Services Fund (IS 386) in the Department of Public Works (PW), which will be supported through charges to various City departments and funds. The City will have the option of adding expenditures up to 10 percent (or \$25,000) above the contract amount, if required, and funds are available.

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SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,

CHRISTINE F. ANDERSEN

DIRECTOR OF PUBLIC WORKS

APPROVED:

GERALD R. MILLER CITY MANAGER

Attachment: Resolution

Robert E. Shannon City Attorney of Long Beach 333 West Ocean Boulevard ong Beach, California 90802-4664 Telephone (562) 570-2200

RESOLUTION NO.

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LONG BEACH AUTHORIZING THE CITY MANAGER TO EXECUTE A CONTRACT WITH MCNEILUS TRUCK AND MANUFACTURING COMPANY WITHOUT ADVERTISING FOR BIDS, FOR THE PURCHASE OF PARTS FOR SOLID WASTE COLLECTION REFUSE PACKER VEHICLES FOR ONE YEAR IN THE ESTIMATED SUM OF \$250,000 AND WITH OPTIONS TO EXTEND FOR TWO ADDITIONAL YEARS

WHEREAS, the City now owns 68 McNeilus refuse trucks and 9 more are on order; and

WHEREAS, in the maintenance of the trucks, City will need replacement parts for their repair; and

WHEREAS, McNeilus Truck and Manufacturing Company is the sole manufacturer for the parts the City needs to maintain its McNeilus equipment and they do not utilize independent distributors; and

WHEREAS, no useful purpose would be served by advertising for bids for furnishing and delivering of these parts and to do so would constitute an idle and useless act and an unnecessary expenditure of public funds because McNeilus Truck and Manufacturing Company is the only corporation, firm or individual that could or would bid for the furnishing of these parts to the City;

NOW, THEREFORE, the City Council of the City of Long Beach resolves as follows:

Section 1. That the City Manager be and he is hereby authorized to enter a contract with McNeilus Truck and Manufacturing Company without advertising for bids for

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the purchase of replacement parts of the McNeilus refuse trucks as may be required by the City for a period of one year in a sum not to exceed \$250,000 including tax, plus a contingency of ten percent, if needed. The parties may, by mutual agreement, extend the term for two additional periods of one year each at the same annual amount. If the sole source status of McNeilus Truck and Manufacturing Company changes, City shall publicly bid instead of extending the agreement.

Sec. 2. This Resolution shall take effect immediately on its adoption by the City Council, and the City Clerk shall certify the vote adopting this Resolution.

City Clerk

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