



Meeting Date: 05 / 15 / 12

ACTION	TYPE OF ITEM
<input type="checkbox"/> Approved Recommendation	<input checked="" type="checkbox"/> Info/Consent
<input type="checkbox"/> Ord. No(s). _____	<input type="checkbox"/> Report
<input type="checkbox"/> Res. No(s). _____	<input type="checkbox"/> Public Hearing (Info/consent)
<input type="checkbox"/> Other _____	<input type="checkbox"/> Other _____

Prepared By: May Roque *MR* Agenda Item No. I-3  
 Reviewed By: City Manager *JRB* City Attorney *JD* Finance *JC* Other (Specify) N/A

**DATE:** May 4, 2012

**TO:** City Council

**FROM:** Michael Henderson, General Services Superintendent *MH*  
City Manager's Office

**SUBJECT:** Fourth Amendment to Agreement with Genuine Parts Company (A-6801)

**RECOMMENDATION**

That City Council approve and authorize the Mayor to execute the Fourth Amendment to the Agreement with Genuine Parts Company in the amount of \$1,791,000, for a total contract amount of \$6,851,000 to provide on-site repair parts and tires to City for a final year, until June 30, 2013.

**DISCUSSION**

The Fleet Services Division provides maintenance for the City's vehicles and equipment fleet. As Fleet Services does not have a parts store or parts staff, this essential service is provided via contract (since June 1, 2007) by Genuine Parts Company ("NAPA") through their on-site store.

The First Amendment to the Agreement, approved by City Council on March 10, 2009, added tire acquisition and management to the service provided by NAPA. The Second Amendment to the Agreement, approved by City Council on May 11, 2010, extended the agreement until May 31, 2011. The Third Amendment to the Agreement, approved by City Council on May 17, 2011, extended the agreement until June 30, 2012.

The Fourth Amendment to the Agreement with NAPA increases the amount of the contract by approximately \$1,791,000 for a total contract amount of \$6,851,000. In addition, the Fourth Amendment extends the agreement for a final year, until June 30, 2013.

- Savings provided by this agreement amount to approximately \$270,000 per year through:
- reduced labor and direct costs by freeing mechanics and supervisors from acquisition and management of repair parts and tires
  - improved warranty collection
  - reduced wrong parts
  - volume parts purchase discount
  - sales tax returned to City

Third Amendment to the Agreement with Genuine Parts Company (A-6801)

May 4, 2012

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## **FINANCIAL IMPACT**

The Fleet Services Division is budgeted through an internal service fund as departments are charged for parts and tires installed on vehicles and equipment. Appropriations in Account Nos. 741-7501-853-8121 (Repair Parts Expense) and -8233 (Tires Expense) in FY 2012-13 would support the agreement's extension until June 30, 2013.

Attachment #1 - Fourth Amendment to Agreement for On-Site Consulting Services

**FOURTH AMENDMENT TO AGREEMENT  
FOR ON-SITE CONSULTING SERVICES**

This Fourth Amendment ("Fourth Amendment") to the Agreement for On-site Consulting Services ("Agreement") is made and entered into in the County of Ventura, State of California, this 1<sup>st</sup> day of May 2012, by and between the City of Oxnard, a municipal corporation ("City"), and Genuine Parts Company ("Contractor"). This Fourth Amendment amends the Agreement entered into on May 15, 2007, by City and Contractor. The Agreement previously has been amended on November 28, 2008, by a First Amendment; on April 7, 2010, by a Second Amendment; and on May 17, 2011, by a Third Amendment.

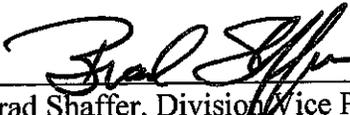
City and Contractor agree as follows:

1. In Section 6 of the Agreement, Principal in Charge "Marvin Ortega" is deleted and replaced with "Ted Lorofia."
2. In Section 8 of the Agreement, the Living Wage amount of "\$12.88 per hour" is deleted and replaced with the amount of "\$14.15 per hour."
3. In Section 10 of the Agreement, the date "June 30, 2012" is deleted and replaced with the date "June 30, 2013."
4. As so amended, the Agreement remains in full force and effect.

CITY OF OXNARD

GENUINE PARTS CO. DBA NAPA  
AUTO PARTS

\_\_\_\_\_  
Dr. Thomas E. Holden, Mayor

  
\_\_\_\_\_  
Brad Shaffer, Division Vice President

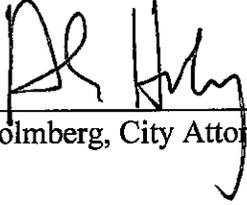
ATTEST:

\_\_\_\_\_  
Daniel Martinez, City Clerk

ATTACHMENT NO. 1

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APPROVED AS TO FORM:

  
\_\_\_\_\_  
Alan Holmberg, City Attorney

APPROVED AS TO INSURANCE:

  
\_\_\_\_\_  
James Cameron, Risk Manager

APPROVED AS TO CONTENT:

  
\_\_\_\_\_  
Michael Henderson, Gen. Svcs. Superintendent

APPROVED AS TO CONTENT:

  
\_\_\_\_\_  
Joseph Rodriguez, Project Manager

APPROVED AS TO AMOUNT:

  
\_\_\_\_\_  
Karen R. Burnham, Interim City Manager

ATTACHMENT NO. 1

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