



RESOLUTION NO. 26707

WHEREAS, on recommendation of Management, there was presented for approval, five (5)-year Contract with Herc Rentals Inc., under the terms and conditions of US Communities Contract 2019000318, covering equipment rentals and related products and services for Los Angeles International Airport and Van Nuys Airport, for cost not to exceed \$4,150,000; and

LAX

Van Nuys

City of Los Angeles

Eric Garcetti
Mayor

**Board of Airport
Commissioners**

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Valeria C. Velasco
Vice President

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Dr. Cynthia A. Telles

Deborah Flint
Chief Executive Officer

WHEREAS, US Communities Contract 2019000318 is a cooperative contracting avenue that competitively solicits contracts for government agencies. The products and services available through said US Communities contract meet or exceed the needs of Los Angeles World Airports (LAWA). If the US Communities contract expires earlier than the five (5)-year period, LAWA's Contract will terminate at the same time as the US Communities contract expires; and

WHEREAS, as it relates to rental equipment, LAWA receives a significant benefit with a longer-term contract with Herc Rentals Inc. due to the terms of the cooperative agreement LAWA is joining. The purchasing power of US Communities allows Herc Rentals Inc. to provide its services at a significant discount. These discounts are locked in for the term of the contract unless Herc Rentals Inc. can legitimately justify a price increase. Additionally, contracts are audited by a third party for accuracy and compliance. A five (5)-year Contract versus a three (3)-year contract will extend LAWA's overall costs savings related to rental equipment and related products; and

WHEREAS, the equipment to be obtained through the new Contract includes asphalt compaction rollers, motor graders, wheeled loaders, tracked dozers, dump trucks, aerial lifts, work platforms, and other miscellaneous construction equipment. The Contract allows LAWA the ability to obtain specialized equipment to perform essential functions without the long-term cost of ownership. Equipment is maintained by the contractor and returned when not in service. Not having idle equipment reduces overall operating costs. The amount of authority is consistent with past expenditures; and

WHEREAS, funds for the Contract are included in the Fiscal Year 2018-2019 LAWA Operating Budget in LAX Cost Center 1150042 – Facilities Repair-Field, VNY Cost Center 1400003 – VNY Construction & Maintenance Services. Funding for subsequent years will be requested as part of the annual budget process; and

WHEREAS, this item, as a continuing administrative, maintenance and personnel-related activity, is administratively exempt from the requirements of the California Environmental Quality Act (CEQA) requirements pursuant to Article II, Section 2.f of the Los Angeles City CEQA Guidelines; and

WHEREAS, Procurement Services Division reviewed this action (File 10044293). No mandatory Small Business Enterprise, Local Business Enterprise (LBE), Local/Small Business Enterprise, and Disabled Veterans Business Enterprise goals were set for the project, as no subcontracting opportunities were identified. However, Herc Rentals Inc. is a certified LBE firm and is credited with 100% LBE participation; and

WHEREAS, Herc Rentals Inc. will comply with the provisions of the Affirmative Action Program; and



WHEREAS, Herc Rentals Inc. has been assigned Business Tax Registration Certificate 0000756631-0003-3; and

WHEREAS, Herc Rentals Inc. will comply with the provisions of the Child Support Obligations Ordinance; and

WHEREAS, Herc Rentals Inc. will have approved insurance documents, in the terms and amounts required, on file with LAWA; and

WHEREAS, Herc Rentals Inc. has submitted the Contractor Responsibility Program Questionnaire and Pledge of Compliance, and will comply with the provisions of said program; and

WHEREAS, Herc Rentals Inc. has submitted the Bidder Contributions CEC Form 55, and will comply with its provisions; and

WHEREAS, Herc Rentals Inc. has submitted an Iran Contracting Act of 2012 Compliance Affidavit, and will comply with the terms of the Iran Contracting Act; and

WHEREAS, actions taken on this item by the Board of Airport Commissioners will become final pursuant to the provisions of Los Angeles City Charter Section 373;

NOW, THEREFORE, BE IT RESOLVED that the Board of Airport Commissioners adopted the Staff Report; determined that this action is administratively exempt from CEQA pursuant to Article II, Section 2.f of the Los Angeles City CEQA Guidelines; certified that the Contract is entered into accordance with City Charter Sections 371(e)(8) and 373; approved the five (5)-year Contract with Herc Rentals Inc., under the terms and conditions of US Communities Contract 2019000318, covering equipment rentals and related products and services for Los Angeles International Airport and Van Nuys Airport, for cost not to exceed \$4,150,000; and authorized the Chief Executive Officer to execute said Contract with Herc Rentals Inc. after approval as to form by the City Attorney and approval by the Los Angeles City Council.

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I hereby certify that this Resolution No. 26707 is true and correct, as adopted by the Board of Airport Commissioners at its Regular Meeting held on Thursday, February 21, 2019.



Grace Miguel – Secretary
BOARD OF AIRPORT COMMISSIONERS