

**WE MOVE THAT THE BOARD OF SUPERVISORS:**

**Adopt the following changes to Agenda Item No. 7:**

6. Direct the Directors of DCBA, ISD, Department of Public Works (DPW), the Los Angeles County Health Agency, DCSS Businesses and Professional Services (BPS) unit and other applicable departments to ~~develop~~:

a. ~~Develop~~ by ~~April 26~~ May 24, 2016, a four-year action plan for attaining procurement goals of twenty-five percent (25%) for LSBEs and three percent (3%) for DVBEs by 2020. The action plan should include a comprehensive analysis of the number of local vendors by industry, required County staffing and consultant support, administrative and policy changes and vendor outreach and enrollment required:

- To increase LSBE utilization from 2.39% in FY 2014-15 to 25% in 2020.
- To increase DVBE utilization from 0.02% in FY 2014-15 to 3% in 2020.

b. Analyze County expenditure data and LSBE certification documents to assess how many of the County's 1,245 LSBE and 27 DVBE firms are

- MORE -

MOTION

RIDLEY-THOMAS \_\_\_\_\_

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SOLIS \_\_\_\_\_

certified to provide goods and services in each of the County's procurement categories, and how many more would need to be certified and receiving contracts to reach these utilization goals. The analysis should also include top expenditure categories, by payments to LSBEs and DVBEs and by payments to non-Certified vendors.

- c. Analyze LSBE utilization by department, and identify any department or funding-specific impediments to attaining the desired utilization goals, including restrictions on geographic purchasing preferences by fund source / granting agency and group purchasing agreements (such as the University Health System Consortium) for medical and hospital supplies.

7. Direct the Director of DCBA, in collaboration with ISD, the CEO and other applicable departments, to:

- a. Provide a written report to the Board by ~~May 17~~ May 24, 2016, detailing a process by which future County contracts are evaluated for their applicability to programs for certified or qualified but not yet certified LSBEs, DVBEs and social enterprises, to determine the County's total available expenditure for these programs.
- b. Request Board consideration by ~~April 26~~ May 24, 2016, of proposed revisions to County policies related to increasing the County's delegated authority ceiling to \$25,000 for eligible departments based on past compliance with procurement policies and procedures, as proposed in the CEO's August 19, 2015 report "Evaluation of Existing Preference Programs in Purchasing and Contracting Activities".

- c. Request Board consideration by ~~April 26~~ May 24, 2016, of an increase from eight percent (8%) to fifteen percent (15%) for the bid price reduction preference for LSBEs, DVBEs and ~~DVBEs~~ participants in the TJOP, as proposed in the CEO's August 19, 2015 report, ~~including~~. In a future report to the Board, provide an analysis of the efficacy of the bid price reduction, a written report and recommendation on the need for and feasibility of allowing more flexible temporarily increasing the percentage preference increases on an as-needed basis in order to achieve program milestones by 2020 and a summary of local economic and employment benefits and increased purchasing costs due to the expanded vendor utilization programs.
- d. Request Board consideration by ~~April 26~~ May 24, 2016, of proposed amendments to applicable ordinances to remove the \$50,000 cap on price preferences.
- e. Establish departmental guidelines, procedures, and a monitoring process for the implementation of a delegated authority process with a \$25,000 ceiling.
- f. Design a two-year set aside pilot program for Board consideration by ~~May 17~~ May 24, 2016. The plan should include an assessment of an achievable set-aside contracting goal, based on prior experience at similar agencies and the availability of potentially-responsive vendors in Los Angeles County.

For items 7 (g), 7 (h) and 7 (i), as included in the revised motion submitted by Supervisors Ridley-Thomas and Solis, we move that the Board of Supervisors amend the due dates for each item from April 26, 2016, to May 24, 2016.