



Executive Director's
Report to the
Board of Harbor Commissioners

DATE: SEPTEMBER 13, 2018

FROM: PORT POLICE

**SUBJECT: RESOLUTION NO. _____ - AWARD OF CONTRACT NO. 39855
FOR PURCHASE OF A MULTI-MISSION MEDIUM RESPONSE VESSEL**

SUMMARY:

Staff requests approval of Contract No. 39855 with MetalCraft Marine US, Inc., Cape Vincent, New York for the purchase of an Interceptor 12M multi-mission medium response vessel to replace a current vessel used by the Los Angeles Port Police (Port Police) for marine operations and back-up dive boat.

The total contract amount is \$1,526,024 inclusive of applicable tax, a standard manufacturer warranty, technical documentation and delivery. The contract also includes expenses for up to three Port Police employees to travel to Cape Vincent, New York in order to conduct a mid-build inspection and a final sea trial. This contract is the financial responsibility of the Harbor Department.

RECOMMENDATION:

It is recommended that the Board of Harbor Commissioners (Board):

1. Find that the Director of Environmental Management has determined that the proposed action is administratively exempt from the requirements of the California Environmental Quality Act (CEQA) under Article II Section 2(f) of the Los Angeles City CEQA Guidelines;
2. Award and approve Contract No. 39855 to MetalCraft Marine US, Inc. for the purchase of a multi-mission medium response vessel in the amount of \$1,526,024 plus applicable taxes;
3. Authorize the Executive Director to execute and the Board Secretary to attest to Contract No. 39855 for and on behalf of the Board; and
4. Adopt Resolution No. _____.

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TO METALCRAFT MARINE US, INC.

DISCUSSION:

Background/Context – Port Police patrols Port of Los Angeles waters providing around-the-clock patrol and response capabilities to the marinas, critical infrastructure sites, cruise terminal passenger docks, vessel escorts of cruise ships and other high interest vessels.

Port Police currently has six vessels used to patrol the Port on a 24 hour/7 days a week basis. Patrol Boat 23 is a 2002 SAFE Boat that is at the end of its service life and is due for replacement.

The MetalCraft Marine US, Inc. (MetalCraft) vessel will replace patrol Boat 23 and will have additional capabilities that will enhance Port Police waterborne mission performance. The new boat will have an overall length and beam that will provide adequate interior space to incorporate a command center. The new boat will be equipped with new technology to conduct maritime preventive radiological/nuclear detection operations, boarding of high-interest vessels, dive/sonar operations and marine patrol functions.

Selection Process – On July 25, 2017, Port Police submitted requisition Z-18-008 (ERP # 40636) to the Contracts and Purchasing Division (CPD) for the purchase of a multi-mission medium response vessel. Formal Bid No. F-1003 was advertised to bidders on December 27, 2017 by CPD with a deadline of January 10, 2018. Silver Ships Inc. was the only bidder; however, Silver Ships did not fully comply with all specifications and instead suggested an alternative for the engine, the type of propulsion, and collar configuration. The vessel speed requirement in this specification was 38 knots; Silver Ships could only meet the speed requirement with much larger engines. All of the alternatives proposed by Silver Ships were analyzed by the Port Police and found to be not acceptable. The Silver Ships proposal included a jet-drive propulsion system. Port Police have had a jet-drive patrol boat in the past and it was found unsuitable for patrol boat operations. The specifications agreed upon with Construction and Maintenance, who will be maintaining the vessel, called for a conventional inboard/outboard propulsion system. Additionally, the proposed boat had a non-removable collar. Port Police patrol boats receive considerable wear on their collars and a replaceable collar is considered a critical design feature.

On February 26, 2018, Formal Bid No. F-1015 was re-advertised to bidders by CPD with a deadline of March 20, 2018. Two bids were submitted prior to the deadline by Silver Ships Inc. and MetalCraft. Silver Ships Inc. was the lowest bidder with a bid of \$880,980; however, Silver Ships again did not fully comply with all specifications and again suggested alternatives for the engine, type of propulsion, and collar configuration. The alternatives proposed by Silver Ships were again analyzed by the Port Police and found to be not acceptable.

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The bid by MetalCraft Marine met the specification without any alternatives. The bid included two options to add a chemical detection system and a radiation detection system to the vessel, which Silver Ships did not offer. Port Police evaluated these options and determined that they would significantly enhance the boat's capabilities in conducting the port security mission.

The bids submitted by Silver Ships Inc and MetalCraft Marine US, Inc. were as follows:

- 1) Silver Ships Inc with specified engines and propulsion system. Does not meet the vessel speed requirement.
- 2) MetalCraft Marine US, Inc with options to include chemical identification equipment and gamma detection equipment.

ENVIRONMENTAL ASSESSMENT:

The proposed action is the approval of Contract No. 39855 with MetalCraft Marine US, Inc. for a multi-mission medium response vessel, which is an administrative activity. Therefore, the Director of Environmental Management has determined that the proposed action is administratively exempt from the requirements of the California Environmental Quality Act (CEQA) in accordance with Article II Section 2(f) of the Los Angeles City CEQA Guidelines.

FINANCIAL IMPACT:

Approval of the proposed contract authorizes the purchase of a MetalCraft multi-mission medium response vessel in the total amount of \$1,526,024 inclusive of applicable tax, a standard manufacturer warranty, technical documentation and delivery.

Funds are available within the FY2019 adopted budget in Account 13150, Center 0412, Program 000.

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CITY ATTORNEY:

The Office of the City Attorney has reviewed and approved the subject contract as to form and legality.

TRANSMITTALS:


1. Recap of Bid # F-1015
2. Contract No. 39855

FIS Approval: 
CA Approval: 


MICHAEL GRAYCHIK
Deputy Chief of Police


THOMAS E. GAZSI
Chief of Public Safety and
Emergency Management

APPROVED:

 FOR
EUGENE D. SEROKA
Executive Director

TEG:GC:jm
Author: R. Grant