TO: Office of the City Administrator
ATTN: Deborah A. Edgerly
FROM: Finance and Management Agency
DATE: July 11, 2006
RE: A Resolution To Amend The Public Financial Management-OPOA Negotiations Contract By $100,100 For A Total Contract Amount Not To Exceed $250,000 For Costing Proposals Regarding The Expiring Memorandum Of Understanding Between The City Of Oakland And The Oakland Police Officers' Association And Extend The Contract From June 30, 2006 to June 30, 2007

SUMMARY

The City Council has authorized the City Administrator to enter into contracts for professional or specialized services if the mandates of Oakland City Charter Section 902(e) have been met. The City currently has a contract with Public Financial Management, Inc. (PFM) to provide analysis and conclusions associated with operational and workforce initiatives aimed at improving accountability and cost effectiveness of the Oakland Police Department (OPD). This is a request to amend the current PFM contract to include costing proposals related to negotiations and extend the contract from June 30, 2006 to June 30, 2007.

FISCAL IMPACT

The proposed contract amendment would cost the City's General Fund an estimated one time cost of $100,100 in FY 2006-07. Funding is available in the FY 2006-07 Non-Departmental budget, City-wide Activities Unit organization (90591); Miscellaneous Contract Services account (54929).

BACKGROUND

The Oakland Police Officers' Association (OPOA) Memorandum of Understanding expires on June 30, 2006. City staff has preliminarily identified important considerations and factors influencing the upcoming negotiations. The City currently has a contract with PFM to provide analysis and conclusions associated with operational and workforce initiatives aimed at improving accountability and cost effectiveness of the OPD. The current contract, not to exceed $149,900, expires June 30, 2006 and the deliverables of that contract have been provided to the City.

KEY ISSUES AND IMPACTS

Public Financial Management (PFM) will assist in costing the union and City proposals, and assist with the
presentation of the City's overall fiscal situation.

SUSTAINABLE OPPORTUNITIES

None.

DISABILITY AND SENIOR CITIZEN ACCESS

None.

RECOMMENDATION AND RATIONALE

Staff recommends that Council approve the Request to amend the current PFM contract to include costing proposals regarding the expiring memorandum of understanding; to increase the contract by $100,100 for a contract total not to exceed $250,000; and to extend the contract from June 30, 2006 to June 30, 2007.

ACTION REQUESTED OF THE CITY COUNCIL

Staff requests that Council approve the Request to amend the current PFM-OPOA Negotiations Contract.

Respectfully submitted,

[Signature]

William E. Noland
Director, Finance and Management Agency

Reviewed by:
Marcia Meyers, Director OPRM

Prepared by:
Trinette Gist Skinner
Principal Human Resource Analyst
Office of Personnel Resource Management

APPROVED AND FORWARDED TO THE FINANCE AND MANAGEMENT COMMITTEE:

[Signature]
OFFICE OF THE CITY ADMINISTRATOR

Item # ________________________
Finance and Management Committee
July 11, 2006
A RESOLUTION TO AMEND THE PUBLIC FINANCIAL MANAGEMENT-OPOA NEGOTIATIONS CONTRACT BY $100,100 FOR A TOTAL CONTRACT AMOUNT NOT TO EXCEED $250,000 FOR COSTING PROPOSALS REGARDING THE EXPIRING MEMORANDUM OF UNDERSTANDING BETWEEN THE CITY OF OAKLAND AND THE OAKLAND POLICE OFFICERS’ ASSOCIATION AND EXTEND THE CONTRACT FROM JUNE 30, 2006 TO JUNE 30, 2007

WHEREAS, the City Council has authorized the City Administrator to enter into contracts for professional or specialized services if the mandates of Oakland City Charter Section 902(e) have been met; and

WHEREAS, the City has contracted with Public Financial Group, Inc. (PFM) to provide consultant services related to the expiring Memorandum of Understanding (MOU) between the City of Oakland and the Oakland Police Officers’ Association (OPOA); and

WHEREAS, this amendment will authorize PFM to cost proposals and counter proposals related to these negotiations; and

WHEREAS, the City of Oakland finds that this contract is professional in nature and will not result in the loss of employment or salary by any person having permanent status in the competitive service; and

WHEREAS, funding is available in the FY 2006-07 Non-Departmental budget, City-wide Activities Unit organization (90591), Miscellaneous Contract Services account (54929); now, therefore be it

RESOLVED: That the City Council hereby authorizes the amendment of the PFM-OPOA Negotiations contract to increase the contract by $100,100 for a total not to exceed $250,000.

IN COUNCIL, OAKLAND, CALIFORNIA, ____________, 2006

PASSED BY THE FOLLOWING VOTE:

AYES-BROOKS, BRUNNER, CHANG, KERNIGHAN, NADEL, QUAN, REID, AND PRESIDENT DE LA FUENTE

NOES-

ABSENT-

ABSTENTION-

ATTEST: __________________________
LATONDA SIMMONS
City Clerk and Clerk of the Council of the City of Oakland, California