ECONOMIC DEVELOPMENT

BUDGET & FINANCE

MOTION

In October 2011, the City established the Local Business Preference Program (Program) (C.F. 10-2414, Krekorian/Parks and Cardenas) for the procurement of goods, equipment and services, including construction, for contracts with expenditures in excess of \$150,000. The Program provides eligible local vendors in Los Angeles County an eight percent competitive advantage on bids and proposals for City contracts. To continue efforts to stimulate economic activity, create jobs and improve existing programming, the City should instruct City departments to examine the Local Business Preference Program, make recommendations to ensure maximum success and evaluate how other City initiatives may complement the Program.

I THEREFORE MOVE that the Council instruct the Office of the Chief Legislative Analyst, with the assistance of the City Attorney, City Administrative Officer and any necessary departments, to review the rate of participation in the Local Business Preference Program, its effectiveness at keeping City procurement dollars local, and any impacts the program may have on the cost of procurement.

I FURTHER MOVE that the Council instruct the Office of the Chief Legislative Analyst to make recommendations for changes to the Local Business Preference Program, based on the results of its analysis, to more effectively target local businesses and to ensure cost-effectiveness of the program.

Presented by:

PAUL KREKORIAN

PAUL KREKORIAN Councilmember, 2nd District

Seconded by: _

SEP 1 9 2014

14-1271 Refer to CF3 11-1673 10-2414