

# City of Hesperia STAFF REPORT



**DATE:** May 19, 2026

**TO:** Mayor and Council Members  
Chair and Board Members, Hesperia Water District

**FROM:** Rachel Molina, City Manager

**BY:** Cassandra Sanchez, Director of Public Works / City Engineer  
Brian Blackwell, Streets Operation Manager

**SUBJECT:** G & M Automotive Center, Inc. Contract Amendment

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## RECOMMENDED ACTION

It is recommended that the City Council and Board of Directors of the Hesperia Water District authorize the City Manager to approve a one-year contract extension for vehicle maintenance and repairs with G & M Automotive Center, Inc. and increase the contract for \$325,000 for a new not-to-exceed amount of \$625,000.

## BACKGROUND

Preventative and corrective maintenance is required for the City of Hesperia's and the Hesperia Water District's seventy-nine (79) light-duty vehicles and thirty-four (34) super-duty and heavy on-road vehicles and equipment. Preventative maintenance increases fleet reliability, reduces wear, and ultimately lowers repair costs. In addition, California's strict diesel regulations require 90-day and annual inspections to keep our commercial diesel fleet compliant and operational.

Public Works requested bids for FY 2025–26 from five Hesperia vendors and eight additional vendors from neighboring cities in the Mojave River Valley. The City issued three separate Requests for Bids (RFBs), one for each of the fleet's three vehicle categories, and advertised them in accordance with City purchasing procedures. G & M Automotive Center, Inc., located in Hesperia, was the sole respondent to each RFB and was therefore deemed the lowest responsible and responsive bidder for all categories.

## ISSUES/ANALYSIS

With the current contract set to expire on June 3, 2026, City staff recommends extending the agreement for an additional year, as G & M Automotive Center, Inc. has agreed to hold all current contract pricing through June 30, 2027. A review of the U.S. Consumer Price Index for Motor Vehicle Maintenance and Repair indicates that costs increased by 1% from March 2025 to March 2026 (Source: Bureau of Labor Statistics).

Extending the contract at current rates will help avoid the impact of ongoing market-wide price escalation and ensure continuity of service at a stable cost.

**CITY GOAL SUPPORTED BY THIS ITEM**

**Public Safety-** Ensure public safety resources adequately protect our community.

**Financial Health** - Maintain a balanced budget and adequate reserves.

**FISCAL IMPACT**

Sufficient funding will be included in the Fiscal Year 2026-27 Proposed Operating Budget.

**ALTERNATIVE(S)**

1. Provide alternative direction to staff.

**ATTACHMENT(S)**

1. Consumer Price Index for All Urban Consumers (CPI-U) U.S. city average, by expenditure category. (Source: Bureau of Labor Statistics).