



# CITY OF LONG BEACH

# R-13

DEPARTMENT OF FINANCIAL MANAGEMENT

333 West Ocean Boulevard 6<sup>th</sup> Floor • Long Beach, CA 90802 • (562) 570-6845 • Fax (562) 570-5836

August 18, 2009

HONORABLE MAYOR AND CITY COUNCIL  
City of Long Beach  
California

## RECOMMENDATION:

Adopt Specifications No. PA-01509 and award a contract to Ferguson Enterprises Inc., for furnishing and delivering plumbing supplies, in the annual contract amount of \$452,000 for the period commencing September 1, 2009, with the option of renewing for one additional one-year period, at the discretion of the City Manager with the option to add expenditures up to 10 percent (or \$45,200) above the contract amount, if necessary and if funds are available. (Citywide)

## DISCUSSION

City Council approval is requested to enter into an annual contract with Ferguson Enterprises Inc., for furnishing and delivering plumbing supplies as part of the City of Long Beach's operating expenses for the repair, replacement and maintenance of various facilities. The award combines the estimated annual requirements for Citywide departments in securing pricing at the highest possible discount available.

The bid was advertised on June 4, 2009, and 18 potential bidders specializing in plumbing supplies were notified; six are Woman-owned Business Enterprises (WBEs), none are Minority-owned Business Enterprises (MBEs), two are Small Business Enterprises (SBEs) and two are Long Beach businesses. The bid document was made available from the Purchasing Division, located on the seventh floor of City Hall, and the Division's website at [www.longbeach.gov/purchasing](http://www.longbeach.gov/purchasing). A bid announcement was also included in the Purchasing Division's weekly update on Open Bid Opportunities, which is sent to 30 local, minority and women's business groups. Three bids were received and a public bid opening occurred on June 23, 2009. Ferguson Enterprises, Inc., of Long Beach, CA (local) is the lowest responsible bidder.

This matter was reviewed by Deputy City Attorney Amy R. Burton on July 27, 2009 and Budget and Performance Management Bureau Manager David Wodynski on July 30, 2009.

TIMING CONSIDERATIONS

City Council action to adopt Specifications No. PA-01509 and award the contract concurrently is requested on August 18, 2009 to ensure that a contract is in place prior to the September 1, 2009 start date.

FISCAL IMPACT

The cost of this contract, in the estimated annual amount of \$452,000, is budgeted in various departments and funds. The City will have the option of adding a contingency of 10 percent (or \$45,200) above the annual contract amount, if necessary and if funds are available.

SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,



LORI ANN FARRELL  
DIRECTOR OF FINANCIAL MANAGEMENT/CFO

LAF:EK:MK  
K:\Exec\Council Letters\Purchasing\08-18-09 ccl - Plumbing Supplies.doc

APPROVED:

  
\_\_\_\_\_  
PATRICK H. WEST  
CITY MANAGER