

CITY OF LONG BEACH

DEPARTMENT OF FINANCIAL MANAGEMENT

333 WEST OCEAN BOULEVARD . LONG BEACH, CALIFORNIA 90802

November 22, 2005

HONORABLE MAYOR AND CITY COUNCIL City of Long Beach California

RECOMMENDATION:

Adopt specifications No. PA-00106 and award contracts to Ganahl Lumber and Penn Forest Products, Inc., for furnishing and delivering lumber and related building material, in the estimated annual amount of \$195,000 for the period of one year, with the option of renewing for two additional one-year periods, at the discretion of the City Manager. (Citywide)

DISCUSSION

City Council approval is being requested to enter into a contract for furnishing and delivering lumber and related building material to repair, replace and maintain the City's facilities and for special projects. Departments participating in this contract include Gas and Oil. Harbor, Parks, Recreation and Marine, Public Works, and Water.

The bid was advertised on October 6, 2005, and 13 potential bidders specializing in providing lumber and related building material were notified; two are Minority-owned Business Enterprises (MBEs), five are Women-owned Business Enterprises (WBEs), and three are Long Beach businesses. The bid document was made available from the Purchasing Division located on the Plaza Level of City Hall and the Division's website at www.lbpurchasing.org. A bid announcement was also included in the Purchasing Division's weekly update on Open Bid Opportunities, which is sent to 32 local, minority, and women's groups. Bids were opened on October 20, 2005. Ganahl Lumber of Anaheim, CA, and Penn Forest Products, Inc., of Long Beach, CA, were the lowest responsible bidders.

This matter was reviewed by Senior Deputy City Attorney Donna F. Gwin on September 29, 2005 and Budget Management Officer David Wodynski on November 3, 2005.

TIMING CONSIDERATIONS

City Council action to adopt Specifications No. PA-00106 and award the contracts concurrently is requested on November 22, 2005 to ensure that the contracts are in place expeditiously.

HONORABLE MAYOR AND CITY COUNCIL November 22, 2005 Page 2

FISCAL IMPACT

The cost of the contracts, in the estimated total amount of \$195,000 annually, is budgeted in the General Fund (GP) of various participating departments. This estimate is based on historical expenditures and reflects no increase from the amount awarded on the previous contract. The City will have the option of adding expenditures up to 10 percent above the contract amount.

SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,

MICHAEL A. KILLEBREW

DIRECTOR OF HINANCIAL MANAGEMENT

MK:JV:KB

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APPROVED:

GERALD R. MILLER

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CITY MANAGER