

ENERGY AND ENVIRONMENT COMMITTEE REPORT relative to proposed Cooperative Purchase Contract No. 590 with Haworth for as-needed furniture systems and related products and services.

Recommendation for Council action:

CONCUR with the Board of Water and Power Commissioners' (Board) action of October 21, 2014, Resolution No. 19692, approving Cooperative Purchase Contract No. 590 with Haworth for as-needed furniture systems and related products and services for a term coterminous with the Department of General Services Contract No. 59490 on December 31, 2020, which is inclusive of four one-year renewal options and a total expenditure limit of \$9,887,147, subject to City Attorney approval as form.

Fiscal Impact Statement: The City Administrative Officer (CAO) reports that approval of the proposed Cooperative Purchase Contract with Haworth will have no impact on the City's General Fund. The Los Angeles Department of Water and Power (LADWP) states that the \$9,887,147 cost of the Agreement over six years two-months will be paid from the Water and Power Revenue Funds.

Community Impact Statement: None submitted.

**TIME LIMIT FILE - DECEMBER 23, 2014**

**(LAST DAY FOR COUNCIL ACTION - DECEMBER 16, 2014)**

Summary:

On November 5, 2015, your Committee considered October 22, 2014 Board and September 23, 2014 CAO reports and Resolution No. 19692 relative to proposed Cooperative Purchase Contract No. 590 with Haworth for as-needed furniture systems and related products and services. According to the CAO, the City participates in the US Communities National Purchasing Program. US Communities was founded in 1996 as a partnership between the Association of School Business Officials, the National Association of Counties, the National Institute of Governmental Purchasing, the National League of cities, and the United States Conference of Mayors. The LADWP General Manager requests approval to execute proposed Contract No. 590 (Contract, Agreement) with Haworth for furniture systems and related products and services on an as-needed basis utilizing City Contract No. 59490. City Contract No. 59490 is, in turn, based on U.S. Communities Government Purchasing Alliance Contract No. 4400003402 (Master Agreement).

The proposed initial Contract term is for two years and two months beginning on November 1, 2014. Additionally, the proposal includes four annual renewal options terminating at the same time as City Contract No. 59490, on December 31, 2020. The proposed total budget and not to exceed expenditure amount under the proposed Agreement is \$9,887,147. The Master Agreement with Haworth guarantees participants the lowest available overall pricing on products and services that the firm offers to public agencies. The LADWP indicates that, since 2007, Haworth has been a satisfactory supplier of office furniture systems to meet its needs.

The LADWP indicates that the proposed Agreement will allow the purchase of ergonomic modular office furniture to improve workspace usage, accommodate new hires, and replace existing furniture that has become damaged. Also, the use of ergonomic furniture contributes to increased

productivity, decreased absenteeism, and reduced workers' compensation premiums.

After further consideration and having provided an opportunity for public comment, the Committee moved to recommend approval of the Cooperative Purchase Contract. This matter is now submitted to Council for its consideration.

Respectfully Submitted,

ENERGY AND ENVIRONMENT COMMITTEE

<u>MEMBER</u>	<u>VOTE</u>
FUENTES:	YES
BLUMENFIELD:	YES
LABONGE:	ABSENT
HUIZAR:	YES
KORETZ:	YES

ARL

11/5/14

**-NOT OFFICIAL UNTIL COUNCIL ACTS-**