

**TO THE COUNCIL OF THE
CITY OF LOS ANGELES**

Your

ENERGY AND ENVIRONMENT COMMITTEE

reports as follows:

ENERGY AND ENVIRONMENT COMMITTEE REPORT relative to increasing the cost ceiling for as-needed consultant services in connection with the Bureau of Sanitation's (BOS) Automation Master Plan.

Recommendation for Council action:

AUTHORIZE an increase in the cost ceiling from \$7 million to \$14 million for contracts associated with the Bureau of Sanitation's Automation Master Plan on-call consultant support as detailed in Attachment A of the July 8, 2010 City Administrative Officer (CAO) report and attached to the Council file.

Fiscal Impact Statement: The CAO reports that there is no General Fund impact. The cost ceiling for as-needed consultant services is increased from \$7 million to \$14 million over the five-year contract term ending in April 2013. The funding sources appropriate to each task order are identified when the individual projects are awarded, which is subject to Board of Public Works approval. Additional Council approval may be required where funds have not been approved for this purpose. In compliance with City Financial Policies, no work is awarded without prior funding approval.

Community Impact Statement: None Submitted.

Summary:

On September 14, 2010, your Committee considered a July 8, 2010 CAO report relative to increasing the cost ceiling for as-needed consultant services in connection with the BOS's Automation Master Plan (AMP). According to the CAO, on March 28, 2008, Council authorized agreements with 12 qualified firms, as detailed in Attachment A of the July 8, 2010 CAO report and attached to the Council file, pursuant to a request for proposals process (Council File No. 05-2456).

Council approved a cost ceiling of \$7 million over the five year term of the contracts. The BOS has encumbered \$5.6 million toward various project task orders, primarily for its Control System Replacement Project, server infrastructure upgrade and computer service support. There is insufficient funding to cover the full range of AMP wastewater priorities developed within its Strategic Plan including design and replacement of certain regulatory compliance and billing stems.

The BOS has also expanded its AMP to include automation needs of the Solid Resources program, particularly data management for its collection and recycling programs. Costs comprising the proposed ceiling revision are included in Attachment B of the July 8, 2010 CAO report.

Funding is provided by various special funds and programs, depending on the project and task order. Wastewater task orders will correspond to operations and maintenance projects or the Wastewater Capital Improvement Program and will be charged accordingly to the Sewer Construction and Maintenance Fund (SCM). The SCM, in particular, has \$3.3 million in funds

budgeted annually for various information and control systems purposes. Work done to support Solid Resources operations will be charged to the Solid Waste Resources Revenue Fund, Citywide Recycling Trust Fund or other applicable special funds. The funding source(s) appropriate to each task order are identified when the individual projects are awarded, which is subject to Board of Public Works approval. Additional Council approval may be required where funds have not been approved for this purpose.

After further consideration and having provided an opportunity for public comment, the Committee moved to recommended authorizing the BOS to increase in the cost ceiling from \$7 million to \$14 million for contracts associated with the BOS's AMP. This matter is now submitted to Council for its consideration.

Respectfully submitted,

ENERGY AND ENVIRONMENT COMMITTEE

<u>MEMBER</u>	<u>VOTE</u>
PERRY:	YES
CÁRDENAS:	YES
ALARCÓN:	ABSENT
KORETZ:	YES
KREKORIAN:	ABSENT

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9/15/10
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- Not Official Until Council Acts -