

ENERGY AND ENVIRONMENT COMMITTEE REPORT relative to the Second Amendment to Agreement No. 47012 with Total Resource Management, Inc., to extend the term and increase the expenditure authority for services related to the implementation of the Maximo 7.X Asset Management System.

Recommendation for Council action:

CONCUR with the Board of Water and Power Commissioners' action of May 3, 2016, Resolution No. 016-254, authorizing the Second Amendment to Agreement No. 47012 with Total Resource Management, Inc., to extend the contract term by one year for a total term of seven years, expiring on May 18, 2018, and to increase the expenditure authority by \$2.5 million, from \$12.4 million to a total of \$14.9 million, to complete services related to the implementation of the Maximo 7.X Asset Management System and replacement of two legacy mainframe Supply Chain Services applications.

Fiscal Impact Statement: The City Administrative Officer reports that approval of the proposed agreement will increase expenditure authority from the Power Revenue Fund by \$2.5 million from \$12.4 million to \$14.9 million. There is no impact to the City General Fund. The proposed agreement complies with the Los Angeles Department of Water and Power adopted financial policies.

Community Impact Statement: None submitted.

TIME LIMIT FILE - JULY 3, 2016

(LAST DAY FOR COUNCIL ACTION - JULY 1, 2016)

Summary:

At a meeting held on June 1, 2016, the Energy and Environment Committee considered reports from the Board of Water and Power Commissioners and City Administrative Officer, and Resolution No. 016-254 relative to the Second Amendment to Agreement No. 47012 with Total Resource Management, Inc., to extend the term and increase the expenditure authority for services related to the implementation of the Maximo 7.X Asset Management System. After providing an opportunity for public comment, the Committee recommended that Council concur with the Board action as detailed above. This matter is now submitted to Council for its consideration.

Respectfully Submitted,

ENERGY AND ENVIRONMENT COMMITTEE

A handwritten signature in black ink, appearing to be the initials 'J.A.' followed by a stylized flourish.

MEMBER	<u>VOTE</u>
FUENTES:	YES
BLUMENFIELD:	YES
CEDILLO:	ABSENT
KORETZ:	ABSENT
O'FARRELL:	YES

MLE
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-NOT OFFICIAL UNTIL COUNCIL ACTS-