

8/18/15

File No. 15-0863

ENERGY AND ENVIRONMENT COMMITTEE REPORT relative to a proposed agreement with Open Systems International, Inc. to provide support for the Los Angeles Department Water and Power's Supervisory Control and Data Acquisition / Automatic Generation Control System.

Recommendation for Council action:

CONCUR with the Board of Water and Power Commissioner's action of July 8, 2015, Resolution No. 016-007, authorizing the execution of Amendment One to Agreement No. 47967 between the Los Angeles Department of Water and Power (LADWP) and Open Systems International, Inc. (OSI), that will extend the existing five year term by an additional five years for a total duration of 10 years expiring June 18, 2020, and increase the current \$9,258,422 expenditure authority by an additional \$13,587,647 for a total amount not to exceed \$22,846,089 to continue providing the LADWP with software maintenance and technical support of the Supervisory Control and Data Acquisition / Automatic Generation Control (SCADA/AGC) System.

Fiscal Impact Statement: The City Administrative Officer (CAO) reports that approval of the proposed resolution authorizes an additional expenditure authority of \$13,587,647 resulting in a total amount not to exceed \$22,846,089 from the Power Revenue Fund. There is no impact to the City General Fund. The proposed agreement complies with the department's adopted Financial Policies.

Community Impact Statement: None submitted.

TIME LIMIT FILE - SEPTEMBER 7, 2015

(LAST DAY FOR COUNCIL ACTION - SEPTEMBER 4, 2015)

Summary

At the public hearing held on August 5, 2015, the Energy and Environment Committee considered reports from Board of Water and Power Commissioners and CAO, and Resolution No. 016-007 relative to proposed Agreement No. 47967 (Amendment No. One) with OSI to provide support for the LADWP's SCADA/AGC System. The CAO reports that Amendment One to Agreement No. 47967 will extend the existing five year term by an additional five years for a total duration of 10 years expiring June 18, 2020, and increase the current \$9,258,422 expenditure authority by an additional \$13,587,647 for a total amount not to exceed \$22,846,089 to continue providing the LADWP with software maintenance and technical support of the SCADA/AGC.

The CAO also notes that the agreement is exempt from the requirements of the California Environmental Quality Act (CEQA) pursuant to the General Exemptions described in Section 15061 (b)(3) of the Los Angeles City CEQA Guidelines, and that according to the LADWP, OSI will comply with the provisions of all applicable contracting ordinances. In accordance with Charter Section 1022, the CAO has determined that the work specified in the agreement can be performed more economically and feasibly by independent contractors than by City employees.

After an opportunity for public comment, the Committee recommended that Council approve the Resolution and authorize the execution of Amendment One to Agreement No. 47967 with OSI. This matter is now forwarded to the Council for its consideration.

Respectfully Submitted,

ENERGY AND ENVIRONMENT COMMITTEE

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

SG
15-0863_rpt_ee_8-5-15

-NOT OFFICIAL UNTIL COUNCIL ACTS-