




POWER SYSTEM

JUL 12 2017

EXECUTIVE OFFICE

TRANSMITTAL		0220-05371-0000
TO David H. Wright, General Manager Department of Water and Power (PPD)	DATE JUN 23 2017	COUNCIL FILE NO.
FROM The Mayor	COUNCIL DISTRICT	
<p>AGREEMENTS FOR PROFESSIONAL, TECHNICAL, ENGINEERING, AND TRAINING SERVICES</p> <p>Approved and transmitted for further processing including Council consideration. See the City Administrative Officer report attached.</p> <p> MAYOR</p> <p>Ana Guerrero</p>		

REPORT FROM

OFFICE OF THE CITY ADMINISTRATIVE OFFICER

Date: June 22, 2017

CAO File No.: 0220-05371-0000
Council File No.:
Council District:

To: The Mayor

From: Richard H. Llewellyn, Jr., Interim City Administrative Officer

Reference: Communication from the Department of Water and Power dated May 17, 2016

Subject: **AGREEMENTS FOR PROFESSIONAL, TECHNICAL, ENGINEERING, AND TRAINING SERVICES**

RECOMMENDATIONS

That the Mayor:

1. Approve the proposed resolution authorizing a package of agreements for professional, technical, engineering, and training services with a term of up to five years and a cumulative expenditure authority not to exceed \$78,360,000; and,
2. Return the proposed resolution to the Department for further processing, including Council consideration.

SUMMARY

The Department of Water and Power (DWP; Department) requests approval of a proposed resolution authorizing a package of six competitively bid agreements for professional, technical, engineering, and training services. Specifically, approval of the proposed agreements (identified in the following table) will provide intermittent, as-needed support to the Power System for planning, development, and implementation of projects including maintenance and operations. DWP states it does not currently have enough staff to achieve its maintenance and compliance goals which may affect its ability to meet its performance targets for infrastructure projects, Power System reliability standards, or its compliance with the Renewable Portfolio Standard (RPS). As a result, DWP finds it necessary to issue contracts for outside services.

Contract #	Contractor	Cumulative Amount	Term
47439A	WorleyParsons Group	\$78,360,000	5 years
47439B	AECOM Technical Services		5 years
47439C	Black & Veatch		5 years
47439D	HDR Engineering		5 years
47439E	Integrated Engineers & Contractors		5 years
47439F	Stantec Consulting Services		5 years

It is noted that training services are a requirement for each contracted task. This is intended to transfer specialized knowledge and expertise to the available DWP staff with the goal of reducing the future need for outside contracting services. A Letter of Intent relating to the use of these contracts was executed with the International Brotherhood of Electrical Workers, Local 18.

The term of the proposed Agreements is five years. The cumulative total expenditure authority is not to exceed \$78,360,000. The agreements do not include minimum expenditure requirements. Each agreement can be independently terminated by DWP for convenience with 30 days written notice or within 10 days for an unresolved breach of contract.

Council approval is requested pursuant to Charter Section 373. In accordance with the Los Angeles Administrative Code Section 10.5, unless the Council takes action disapproving the proposed Agreements within 60 days after submission to the Council, the Agreements will be deemed approved. The City Attorney has approved the proposed resolution as to form and legality.

FISCAL IMPACT STATEMENT

Approval of the proposed resolution will impact the Power Revenue Fund with total cumulative expenditures not to exceed \$788,360,000. There is no impact to the City's General Fund. The proposed resolution complies with the Department's adopted Financial Policies.

RHL:RR:10170145