

COMMUNICATION FROM CHAIR AND MEMBER, ENERGY AND ENVIRONMENT COMMITTEE relative to proposed Agreement No. 47080-2 (Amendment No. 3) with OGMA Consulting Corporation (OGMA) for proprietary computer software maintenance, support, and change services for the Electronic Request-Solicit-Procure (eRSP) System.

Recommendation for Council action:

CONCUR with the Board of Water and Power Commissioners' (Board) action of February 3, 2015, Resolution No. 015-145, approving Agreement No. 47080-2 (Amendment No. 3) with OGMA to increase the maximum expenditure by \$1,198,903 to a total not to exceed \$1,348,903 for proprietary computer software maintenance, support, and change services for the eRSP System.

Fiscal Impact Statement: The City Administrative Officer (CAO) reports that approval of Resolution No. 015-0145 will increase the expenditure authority by \$3,694,410 from the Power Revenue Fund. Proposed Agreement No. 47080-2 complies with the Los Angeles Department of Water and Power's (LADWP) adopted Financial Policies. Approval of the proposed resolution will not impact the City General Fund.

Community Impact Statement: None submitted.

**TIME LIMIT FILE - APRIL 5, 2015**

**(LAST DAY FOR COUNCIL ACTION - APRIL 1, 2015)**

Summary:

On February 18, 2015, the Chair and one member of the Energy and Environment Committee considered a February 4, 2015 Board and December 29, 2014 CAO reports and Resolution No. 47080-2 relative to proposed Agreement No. 47080-2 (Amendment No. 3) with OGMA for proprietary computer software maintenance, support, and change services for the eRSP System. According to the CAO, the eRSP system processes all requisitions, bids, request for proposals and purchase orders for the LADWP. Approval of the proposed Agreement will increase the expenditure authority by \$3,694,410, from \$1,791,403 to a total not-to-exceed amount of \$5,485,813, and extend the Agreement term for an additional five years for a cumulative total term of eight years, expiring in November 2019. The LADWP executed the original Agreement (Contract No. 49024-2) in December, 2011, with a total expenditure authority of \$150,000 and a four months and 13 day term, expiring in May 2012. The purpose of the original Agreement was to provide proprietary computer software maintenance, support and change services for the eRSP system.

Subsequently, Amendment No. 1, renumbered to Agreement No. 47080-2, was approved by the Board, extending the term by two years, seven months and 17 days and increasing the maximum expenditure by \$1,198,903 to a total not to exceed \$1,348,903. The Second Amendment added \$442,500 to the Agreement but did not increase the term. After consideration and having provided an opportunity for public comment, the Committee Chair moved to recommend approval of Agreement No. 47080-2 (Amendment No. 3) with OGMA and concurring with Resolution No. 015-145. The matter is submitted to Council for its consideration.

Respectfully Submitted,

COUNCILMEMBER FELIPE FUENTES, CHAIR



ENERGY AND ENVIRONMENT COMMITTEE

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

ARL

2/18/15

**-NOT OFFICIAL UNTIL COUNCIL ACTS-**