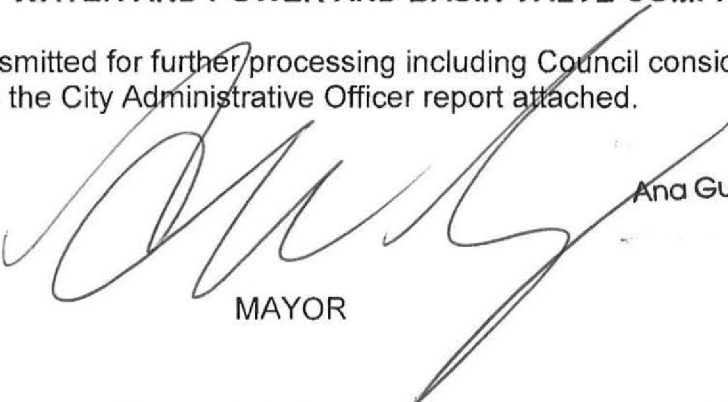


**ORIGINAL**

POWER SYSTEM  
NOV 07 2016  
EXECUTIVE OFFICE

<b>TRANSMITTAL</b>		0150-10829-0000
TO David H. Wright, General Manager, Department of Water and Power (PED)	DATE <b>NOV 01 2016</b>	COUNCIL FILE NO.
FROM The Mayor		COUNCIL DISTRICT
<p><b>AGREEMENT 47415-7 BETWEEN THE LOS ANGELES DEPARTMENT OF WATER AND POWER AND BASIN VALVE COMPANY</b></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

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Date: October 31, 2016

CAO File No.: 0150-10829-0000  
Council File No.:  
Council District:

To: The Mayor

From: Miguel A. Santana, City Administrative Officer *MSA*

Reference: Communication from the Department of Water and Power dated September 13, 2016; referred by the Mayor for report on September 16, 2016

Subject: **AGREEMENT 47415-7 BETWEEN THE LOS ANGELES DEPARTMENT OF WATER AND POWER AND BASIN VALVE COMPANY**

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### RECOMMENDATIONS

That the Mayor:

1. Approve the proposed resolution authorizing Agreement 47415-7 with Basin Valve Company for a term of five years, with two one-year extension options, resulting in a maximum duration up to seven years and an expenditure authority not to exceed \$2,225,000; 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 Agreement 47415-7 (Agreement) with Basin Valve Company for safety and pressure relief valve (SPRV) technical consulting and repair services. The SPRVs are utilized in DWP's steam generating stations (Harbor, Haynes, Scattergood, and Valley) and other DWP facilities including Castaic Power Plant and Owens Valley small hydro plants. Approval of this agreement will provide inspection, maintenance, and repair of the SPRVs on an as-needed basis to maintain compliance with the National Board Inspection Code (NBIC). DWP does not have the necessary equipment and certified labor to perform these services.

The term of the proposed Agreement is five years effective upon execution, with two one-year renewal options, for a total of seven years. The total expenditure authority is not to exceed \$2,225,000 over the seven year term.

City Council approval is required pursuant to Charter Section 373 and the Los Angeles Administrative Code Section 10.5. Unless the Council takes action disapproving the proposed

resolution within 60 days after submission to the Council, the Agreement 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 result in an expenditure authority not to exceed \$2,225,000 impacting the Power Revenue Fund and the Water Revenue Fund. The proposed Agreement complies with the Department's adopted Financial Policies. Approval of the proposed resolution will not impact the City's General Fund.

*MAS:JJI:10170042*

