

A G E N D A



Recommendation for Council Action (Purchasing)

Austin City Council	Item ID:	9163	Agenda Number	58.
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Meeting Date:	August 25, 2011
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Department:	Purchasing
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Subject

Authorize award, negotiation and execution of a 12-month requirements service contract with KORTERRA INCORPORATED, Chanhassen, MN, for the purchase of Application Service Provider (ASP) hosting services for damage prevention services for Austin Energy in an estimated amount not to exceed \$50,000, with four 12-month extension options in an estimated amount not to exceed \$50,000 per extension option, for a total estimated contract amount not to exceed \$250,000.

Amount and Source of Funding

Funding in the amount of \$4,167 is available in the Fiscal Year 2010-2011 Operating Budget of Austin Energy. Funding for the remaining 11 months of the original contract period and extension options is contingent upon available funding in future budgets.

Fiscal Note

There is no unanticipated fiscal impact. A fiscal note is not required.

Purchasing Language:	Sole Source.
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Prior Council Action:	
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For More Information:	Art Acuña, Senior Buyer/512-322-6307
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Boards and Commission Action:	Recommended by Electric Utility Commission.
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MBE / WBE:	This contract will be awarded in compliance with Chapter 2-9C of the City Code (Minority-Owned and Women-Owned Business Enterprise Procurement Program). No subcontracting opportunities were identified; therefore, no goals were established for this solicitation.
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Related Items:	
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Additional Backup Information

This contract is for the continuation of Application Service Provider (ASP) Hosting and for KorTerra Client Server C/S KorWeb Services for Austin Energy (AE) and Austin Water Utility (AWU).

KorTerra provides AE with the functionality to manage "locate requests" for the Texas Excavation Safety System (TESS). KorTerra will maintain the ASP environment in a tier one data center, provide full C/S functionality for receipt and management of locate requests, provide, store and forward mobile application for field users, provide web-based applications on the same client server technology with an interface to street mapping software, e-mail positive response capability, and divide locate requests for individual departments.

KorTerra is the owner and sole provider of the proprietary source code for KorTerra software. AE as well as the AWU have been using KorTerra's ASP hosted application for five years and have in place the existing infrastructure needed to support KorTerra. KorTerra is also supported through both City of Austin and AE's existing network and internet security environments. All of AE's map location and configuration data are stored within the KorTerra application.