

A G E N D A



Recommendation for Council Action (Purchasing)

Austin City Council	Item ID:	11186	Agenda Number	33.
Meeting Date:	December 15, 2011			
Department:	Purchasing			
Subject				
Authorize award, and execution of Amendment No. 3 to the contract with ITRON INCORPORATED, Liberty Lake, WA, for the maintenance and software support of ITRON MV-90 Network License associated with Austin Energy's Load Profiler online application and Lodestar application for load research, to exercise the second 12-month extension option in an estimated amount not to exceed \$35,572, and to add three additional 12-month extension options in estimated amounts not to exceed \$36,640, \$37,739, and \$38,871 respectively, for a revised total contract amount not to exceed \$216,898.				
Amount and Source of Funding				
Funding in the amount of \$35,572 is available in the Fiscal Year 2011-2012 Operating Budget of Austin Energy. Funding for the 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			
Prior Council Action:				
For More Information:	Art Acuña, Senior Buyer / 512-322-6307			
Boards and Commission Action:	Recommended by Electric Utility Commission.			
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.			
Related Items:				

Additional Backup Information

This contract is for the continued purchase of maintenance and support for the networked MV90 software system used by Austin Energy (AE) for the collection, validation, editing, estimation, and archival of mission critical electric metering interval data for applications. The applications include AE's ERCOT shadow settlement system, billing of top tier customers through meter data aggregation and complex Time-Of-Use calculations, data export to AE's Load Profiler online application and Lodestar application for load research, and monitoring billing-quality electric energy load and generation.

Not having maintenance and support could result in critical system down time, failure to support existing critical time-sensitive business applications, increased cost for support due to expensive hourly rates, and an inability to keep the MV90 system updated to current supported standards.

This contract was awarded as a sole source purchase in January 2010. Amendment No. 1 was issued to incorporate requirements of the 2003 Fair and Accurate Credit Transactions Act or FACTA. Amendment No. 2 was issued in January 2011 for \$34,868 for the first extension period. This Recommended Council Action is for approval of Amendment No. 3 to exercise the second extension option for \$35,572 and to authorize three additional 12-month extension options for \$36,640, \$37,739, and \$38,871, respectively. Itron, Inc. is the sole provider of support and maintenance for this proprietary software and they have no authorized providers for this service. In addition, there is no software on the market equivalent to Itron MV90.

CONTRACT SUMMARY:

Original contract awarded 1/1/2010	Original 12-month contract for maintenance and support	\$ 33,207.97
Amendment No. 1	FACTA requirements added	\$0.00
Amendment No. 2	Exercise first 12-month extension option	\$ 34,868.37
Proposed Amendment No. 3	Approve award of the second annual extension option and	\$ 35,572.38
Proposed Future Amendments	authorization to add three additional 12-month extension options	\$36,640, yr 4 \$37,739, yr 5 \$38,871, yr 6
Total Revised Contract Amount		\$216,897.91