

A G E N D A



Recommendation for Council Action (Purchasing)

Austin City Council

Item ID:

68421

Agenda Number

29.

Meeting Date:

March 23, 2017

Department:

Purchasing

Subject

Authorize negotiation and execution of a 24-month contract with KORTERRA INC., to provide application service provider hosting services for underground utility location, in an estimated amount of \$132,400, with three 12-month extension options in an estimated amount of \$66,200 per extension option, for a total contract amount not to exceed \$331,000.

Amount and Source of Funding

Funding in the amount of \$19,950 is available in the Fiscal Year 2016–2017 Operating Budget of Austin Water. Funding in the amount of \$8,750 is available in Fiscal Year 2016-2017 Operating Budget of the Austin Transportation Department. Funding in the amount of \$9,917 is available in Fiscal Year 2016-2017 Operating Budget of the Watershed Protection Department. Funding for the remaining 17 months of the original contract period and extension options are contingent upon available funding in future budgets.

Fiscal Note

A fiscal note is not required.

Purchasing
Language:

Sole Source

Prior Council
Action:For More
Information:

Georgia Billela, Senior Buyer, 512-974-2939

Boards and
Commission
Action:

March 8, 2017 – Recommended by the Water and Wastewater Commission on an 8-0 vote with Commissioner's Michel and Ho absent and with one vacancy.

Related Items:

MBE / WBE:

This contract is exempt from the City Code Chapter 2-9C Minority Owned and Women Owned Business Enterprise Procurement Program; therefore, no subcontracting goals were established.

Additional Backup Information

The contract will provide the City continuation of application service provider (ASP) hosting for KorTerra Client Server KorWeb service. The KorWeb is a routing software that groups underground utility location requests into geographical regions for City departments to track and complete tickets electronically. This process prevents accidental dig-ins that could result in injury or infrastructure damage. KorTerra is the owner and sole provider of the proprietary source code for KorTerra software. The City is a member of Texas 811 "One Call," and mandated by state law that City departments participate with member gas, water, and telecom providers in locating underground facilities when requested.

KorTerra provides the City departments with the functionality to manage "locate request" for Texas 811 "One Call." KorTerra will maintain the ASP environment in a tier one data center, provide full client server functionality for receipt and management of locate request, 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, email positive response capability, and divide locate request for individual City departments.

If the City is unable to secure a contract, the Texas 811 "One Call" notifications will require additional manpower to manually sort tickets and create a delay in the response of utilities locations that could have adverse actions at the field level.

KORTERRA INC.				
	# months	Contract Amount	Contract Amendment	Revised Amount
Original Term	24	\$ 132,400	n/a	n/a
Extension Option 1	12	\$ 66,200	n/a	n/a
Extension Option 2	12	\$ 66,200	n/a	n/a
Extension Option 3	12	\$ 66,200	n/a	n/a
TOTAL	60	\$ 331,000	\$ -	\$ -