



AGENDA MEMO

12/3/2013 Agenda

TO: Honorable Mayor and City Council

FROM: Jacob Speer, Assistant Director of Public Works

SUBJECT: Revised Proposal for Automated Water Meter Reading System from Itron

BACKGROUND:

On June 18, 2013, Council awarded a contract to Itron, Inc. for the purchase of an automated water meter infrastructure (AMI) system. Following Council's action, staff began working with the vendor to establish a detailed scope of work and project schedule. During these discussions, it was discovered that staff's preferences and Itron's original proposal assumptions differed in a couple of areas. Specifically, Itron's original proposal assumed the City would be responsible for the integration of our existing utility billing software with one of the modules of the Itron system. Staff prefers to have this integration handled by Itron. The original request for proposals did not specify the responsibilities for the integration; therefore, staff feels the requested price increase is justified. The revised pricing reflects an increase of \$41,550 (3.5%) over the originally approved contract.

RECOMMENDATION:

Staff recommends approval of the contract with Itron, Inc. for \$1,238,135.54.