



Legislation Details (With Text)

File #: Res. 2018-165R **Version:** 1 **Name:**

Type: Resolution **Status:** Individual Consideration

File created: 8/20/2018 **In control:** City Council

On agenda: 9/18/2018 **Final action:**

Title: Consider approval of Resolution 2018-165R, approving an agreement with Cannon Technologies, Inc. for Advanced Metering Infrastructure components in the amount of \$10,199,547.24 for a maximum term of six years; authorizing the City Manager or his designee to execute the appropriate documents on behalf of the City and declaring an effective date.

Sponsors:

Indexes:

Code sections:

Attachments: 1. Resolution, 2. AMI Master Agreement San Marcos

Date	Ver.	Action By	Action	Result
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AGENDA CAPTION:

Consider approval of Resolution 2018-165R, approving an agreement with Cannon Technologies, Inc. for Advanced Metering Infrastructure components in the amount of \$10,199,547.24 for a maximum term of six years; authorizing the City Manager or his designee to execute the appropriate documents on behalf of the City and declaring an effective date.

Meeting date: September 18, 2018

Department: Public Services Department - T. Taggart, Executive Director (By Lynda Williams, Purchasing Manager)

Amount & Source of Funding

Funds Required: \$10,199,547.24 to be funded over the term of the agreement with FY18-19, FY 19-20 Capital Funds and multiple operational accounts.

Account Number: 21006318.53008; 22006333.53087, Future CIP Project

Funds Available: \$10,200,000

Account Name: Meter Replacement, Supplies-Meters

Fiscal Note:

Prior Council Action: No prior Council Action.

City Council Strategic Initiative: [Please select from the dropdown menu below]

Choose an item.

Choose an item.

Choose an item.

Comprehensive Plan Element (s): [Please select the Plan element(s) and Goal # from dropdown menu below]

- ☐ Economic Development - Choose an item.
- ☐ Environment & Resource Protection - Choose an item.
- ☐ Land Use - Choose an item.
- ☐ Neighborhoods & Housing - Choose an item.
- ☐ Parks, Public Spaces & Facilities - Choose an item.
- ☐ Transportation - Choose an item.
- ☐ Not Applicable

Master Plan: [Please select the corresponding Master Plan from the dropdown menu below (if applicable)]

Choose an item.

Background Information:

San Marcos Electric Utility has partnered with Cannon/Eaton Industries as the sole source of Advanced Metering Infrastructure (AMI) components since 2007. This includes all AMI software, gateways, nodes, and integrated electric meters. As we begin the upgrade/implementation to their most current AMI system (Yukon System) we anticipate that we will rely on Eaton/Cannon parts for at least another 10 years.

During the transition, we expect to continue purchasing parts for the existing system as well as purchasing parts for the new system. When possible we plan to reuse old parts as we replace them with the new system but there will be some purchases for the old system. This agreement has an initial two (2) year term with the option to renew for up to four (4) additional one (1) year terms.

The Local Government Code, Section 252.022(7) permits a limited exemption from the competitive bidding process if the items to be purchased are available from only one source. The City considers the AMI components a sole source procurement from Cannon Technologies, Inc., based on captive replacement parts or components for equipment.

Council Committee, Board/Commission Action:

Click or tap here to enter text.

Alternatives:

Click or tap here to enter text.

Recommendation:

Click or tap here to enter text.