



AGENDA MEMORANDUM

Action Item for the City Council Meeting of February 26, 2019

DATE: February 26, 2019

TO: Keith Selman, Interim City Manager

FROM: Kevin Norton, Director of Utilities
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Water and Gas Meter Transmission Units

CAPTION:

Resolution authorizing a two-year supply agreement for the purchase of water and gas meter transmission units with Aclara Technologies LLC, of Hazelwood, Missouri for a total amount not to exceed \$3,359,358.02.

PURPOSE:

This supply agreement will provide the meter transmission units needed to collect meter readings for the Water and Gas Departments.

BACKGROUND AND FINDINGS:

The City of Corpus Christi has approximately 161,000 metered water and gas connections, with new service connections added daily. In 2005, the City of Corpus Christi began implementation of the automated metering infrastructure that allows the wireless collection of daily meter readings for both water and gas utilities. New meter transmission units must be installed to replace those that are broken, damaged, or at new service connections lacking the required equipment. It is estimated that Water Utilities will need 12,000 units per year (10,000 for replacement and 2,000 for new service), and the Gas Department will need 6,000 units.

The Water and Gas Departments are currently utilizing the Aclara meter transmission units, and Staff recommends entering into a new two-year agreement to continue with the same product as a sole source. This agreement includes a 3% price increase for the second year.

ALTERNATIVES:

None available

OTHER CONSIDERATIONS:

Not applicable

CONFORMITY TO CITY POLICY:

This conforms to the City's purchasing policies and procedures and State statutes regulating procurement.

EMERGENCY / NON-EMERGENCY:

Not applicable

DEPARTMENTAL CLEARANCES:

Water Utilities
Gas

FINANCIAL IMPACT:

X Operating ☐ Revenue ☐ Capital ☐ Not applicable

Fiscal Year 2018-2019	Current Year	Future Years	TOTALS
Budget	\$1,993,825.81	\$2,379,545.26	\$4,373,371.07
Encumbered / Expended Amount	\$436,962.45	\$0.00	\$436,962.45
This item	\$979,812.76	\$2,379,545.26	\$3,359,358.02
BALANCE	\$577,050.60	\$0.00	\$577,050.60

Fund(s): Water, Gas

Comments: The contract is for a total amount not to exceed \$3,359,358.02, with \$979,812.76 funded in FY2018-19.

RECOMMENDATION:

City staff recommends approval of the motion as presented.

LIST OF SUPPORTING DOCUMENTS:

Resolution
Supply Agreement
Price Sheet