



- Report of Contracts for Equipment, Materials, Supplies, and Routine Services of \$250,000 or Above for the Fourth Quarter of Fiscal Year 2015/16

Summary

The Report of Contracts for Equipment, Materials, Supplies, and Routine Services of \$250,000 or above for the Fourth Quarter of Fiscal Year 2015/16 is submitted in this report.

Purpose

Metropolitan Water District Administrative Code Section 2720 and Section 8122: General Manager's Quarterly Reports

Attachments

Exhibit A is a table of contracts budgeted under the authority of the Department of the General Manager that were executed during the reporting period in accordance with Administrative Code Section 2720 and Section 8122. Administrative Code Section 8122 specifies authorization to award contracts for equipment, materials, supplies and routine services. Administrative Code Section 2720 specifies quarterly reports for the award of such contracts.

Six contracts were awarded in the fourth quarter of fiscal year 2015/16, and each has a maximum amount of \$250,000 or above. Four were awarded as the result of direct competition and two were sole sourced. Listed below is a description of the two contracts pursuant to Administrative Code Section 8140.

PO 163005 was for a contract to Oracle America, Inc. to furnish annual maintenance and technical support. This software is proprietary and therefore maintenance is only available from Oracle. The contract was awarded under Administrative Code Section 8140.

PO 163311 was for a contract to Southern California Edison, for the sole source payment to Southern California Edison for continued electrical service to Diamond Valley Lake (DVL) East Dam area. The contract was awarded under Administrative Code Section 8140 as Southern California Edison is the sole provider of commercial power in the DVL area. The Board approved funding per board letter 8-3, at the May 2016 board meeting.

Detailed Report

In order to maintain core Metropolitan functions, the General Manager has the authority pursuant to Administrative Code Section 8140, to execute all contracts for the purchase of materials, supplies, and other consumable items and for routine services provided. Materials, supplies and items include fuels, water treatment chemicals, and bulk items. Sufficient funds are available within the annual budget.

**Exhibit A: Fourth Quarter FY 2015/2016
Contracts for Equipment, Materials, Supplies and Routine Services**

<u>Supplier Name</u>	<u>Contract Description</u>	<u>Start Date</u>	<u>End Date</u>	<u>P.O. Number</u>	<u>Maximum</u>
Pinnacle Petroleum	Renewal for unleaded fuel for Inland Facilities (RFB-AB-289571)	4/1/2016 Year 2 of 5	3/31/2017	*152237-01	\$1,230,243.80
Air Liquide Industrial U.S. LP	Renewal for liquide oxygen LOX (RFP-JP-252217)	5/1/2016 Year 4 of 5	4/30/2017	*136749-03	\$1,062,100.00
Oracle America, Inc.	Annual payment for Oracle software and maintenance support (Sole Source)	6/10/2016 One-time		163005	\$1,066,495.70
Stericycle Environmental Solutions, Inc.	Renewal for hazardous waste services (RFP-ER-220857A)	5/1/2016 Year 5 of 5	4/30/2017	*162184	\$600,000.00
Kathco Products	Renewal for personal protection equipment (RFB-KK- 307764)	5/4/2016 Year 2 of 3	5/3/2017	162317	\$265,000.00
Southern California Edison	Provide continued electrical service to the DVL East Dam Area (Sole Source)	6/6/2016 One-time		163311	\$253,765.65
Total					\$4,477,605.15

*These agreements contain provisions that allow them to be negotiated and renewed annually for a period up to four/five years.