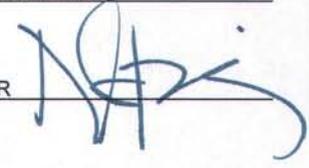


AGENDA ITEM NO. 1 P
COUNCIL MEETING 2/25/2010

APPROVED BY

DEPARTMENT DIRECTOR

CITY MANAGER



February 25, 2010

FROM: RENE A. RAMIREZ, Director 
Department of Public Utilities - Administration

BY: ROBERT N. ANDERSEN, P.E., Assistant Director 
Department of Public Utilities - Administration

SUBJECT: APPROVE AMENDMENT NO. 2 WITH SHIBUMI CONSULTING SERVICES TO EXTEND THE CONTRACT TIME FOR PROGRAMMING SERVICES TO UPDATE THE CITY OF FRESNO BILLING SYSTEM TO ACCOMMODATE AUTOMATED WATER METER READING

RECOMMENDATION

Staff recommends that the City Council approve Amendment No. 2 to the Agreement with Shibumi Consulting Services for the extension of the contract end time from March 31, 2010 to December 31, 2010 with no additional compensation for additional programming services to update the City of Fresno billing system to accommodate the Automated Meter Reading (AMR) System.

EXECUTIVE SUMMARY

On January 20, 2009, the City of Fresno entered into an agreement with Shibumi Consulting Services to assist staff with analyzing the new meter information, change the charge in billing information, move to exception billing and make staffing recommendations due to the change in water meter billing.

On August 20, 2009, Council approved a first Amendment with Shibumi Consulting for additional work such as route re-sequencing, handling of delinquency collections and billing methodology changes.

Due to the necessary adjustment to move from bi-monthly billing to monthly billing and the complexities of the same including hiring a bill print vendor, it is necessary to extend the first amendment completion date from March 31, 2010 to December 31, 2010.

BACKGROUND

The passage of Assembly Bill 514 requires that all users of Federal Central Valley Project (CVP) water install water meters and bill for water usage at a metered rate by 2025. Additionally, under the terms of the City's CVP contract renewal with the United States Bureau of Reclamation, the City must begin charging a metered rate to all users with existing water meters, starting January 1, 2010, and all services must be metered by January 1, 2013. The Water Division has approximately 105,050 residential water services that will require water meters in order to be in compliance with AB 514.

REPORT TO THE CITY COUNCIL

Approve Amendment No. 2 to Agreement With Shibumi Consulting

February 25, 2010

Page 2

On January 20, 2009, the City of Fresno entered into an agreement with Shibumi Consulting Services to assist staff with analyzing the new meter information, change the charge in billing information, move to exception billing and make staffing recommendations due to the change in water meter billing.

On August 20, 2009, Council approved a first Amendment with Shibumi Consulting for additional work such as route re-sequencing, handling of delinquency collections and billing methodology changes.

Due to the necessary adjustment to move from bi-monthly billing to monthly billing and the complexities of the same including hiring a bill print vendor, it is necessary to extend the first amendment completion date from March 31, 2010 to December 31, 2010.

Staff recommends that the City Council approve Amendment No. 2 to the Agreement with Shibumi Consulting Services for the extension of the contract end time from March 31, 2010 to December 31, 2010 with no additional compensation for additional programming services to update the City of Fresno billing system to accommodate the Automated Meter Reading (AMR) System and authorize the Public Utilities Director or his designee to sign on behalf of the City.

The Agreement has been reviewed and approved as to form by the City Attorney's Office.

FISCAL IMPACT

None.

SECOND AMENDMENT TO AGREEMENT

THIS SECOND AMENDMENT TO AGREEMENT ("Amendment") made and entered into as of this ____ day of _____, 2010, amends the Agreement heretofore entered into between the CITY OF FRESNO, a municipal corporation, hereinafter referred to as "CITY", and Shibumu Consulting Services, LLC, licensed to conduct business in California, hereinafter referred to as "CONSULTANT".

RECITALS

WHEREAS, CITY and CONSULTANT entered into an Agreement, dated January 20, 2009, as amended August 20, 2009, for professional programming services to update the City's billing system for integration with an automated meter reading system, hereinafter referred to as "Agreement;" and

WHEREAS, CITY now desires to modify the time of completion.

AGREEMENT

NOW, THEREFORE, in consideration of the foregoing and of the covenants, conditions, and premises hereinafter contained, to be kept and performed by the respective parties, the parties agree that the aforesaid Agreement be amended as follows:

1. The term of the Agreement is extended to December 31, 2010 and the completion date changed from March 31, 2010 to December 31, 2010.

2. Except as otherwise provided herein, the Agreement entered into by CITY and CONSULTANT, dated January 20, 2009, as amended August 20, 2009, remains in full force and effect.

///

///

///

IN WITNESS WHEREOF, the parties have executed this Amendment at Fresno, California, the day and year first above written.

CITY OF FRESNO,
a municipal corporation

Shibumi Consulting Services, LLC

By _____

By 

Name _____

Name MARIE D. ROBERTS

Title _____

Title MANAGING MEMBER

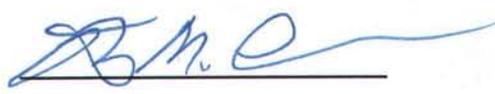
ATTEST:

REBECCA E. KLISCH
City Clerk

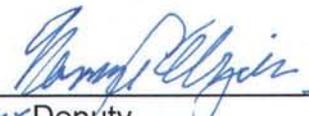
By: _____
Deputy

APPROVED AS TO FORM:
JAMES C. SANCHEZ
City Attorney

REVIEWED BY:



Robert N. Andersen
Assistant Director of DPU

By:  2/9/10
Senior Deputy Date
Nancy A. Alger