

RESOLUTION

WHEREAS, the Board of Light, Gas and Water Commissioners in their meeting of June 7, 2012, approved a contract to Telvent USA, LLC for the purchase of remote terminal units in the amount of \$407,700.00 and is now recommending to the Council of the City of Memphis that it approve said purchase as approved in the 2012 fiscal year budget.

WHEREAS, the remote terminal units will be utilized by the Gas Department to connect to natural gas devices to allow remote monitoring and control of the devices. The remote terminal units will be used to replace obsolete units currently in service for which parts are no longer available. The Telvent Sage 2400 remote terminal unit is the only product using the Harris 5000/6000 communications protocol that has been field tested for more than one (1) year with MLGW's natural gas devices. Telvent has met and exceeded MLGW requirements for remote control and monitoring, reliability, maintainability and safety; and

WHEREAS, a bid was received on May 1, 2012 for remote terminal units from Telvent USA, LLC in accordance with MLGW's Single/Sole Source Policy. This award complies with all applicable laws and policies; and

Now **THEREFORE BE IT RESOLVED** by the Council of the City of Memphis that there be and is hereby approved the purchase of remote terminal units from Telvent USA, LLC in the amount of \$407,700.00 chargeable to the MLGW 2012 fiscal year budget.

EXCERPT
from
MINUTES OF MEETING OF BOARD OF LIGHT, GAS AND WATER
COMMISSIONERS
CITY OF MEMPHIS
Held
June 7, 2012

The Manager of Procurement and Contracts recommended to the Board of Light, Gas and Water Commissioners that it award a contract to Telvent USA, LLC in the amount of \$407,700.00 for the purchase of remote terminal units.

The remote terminal units will be utilized by the Gas Department to connect to natural gas devices to allow remote monitoring and control of the devices. The remote terminal units will be used to replace obsolete units currently in service for which parts are no longer available. The Telvent Sage 2400 remote terminal unit is the only product using the Harris 5000/6000 communications protocol that has been field tested for more than one (1) year with MLGW's natural gas devices. Telvent has met and exceeded MLGW requirements for remote control and monitoring, reliability, maintainability, and safety.

A bid was received on May 1, 2012 for remote terminal units from Telvent USA, LLC in accordance with MLGW's Sole/Single Source policy. This award complies with all applicable laws and policies.

The 2012 budget amount for the purchase of meter equipment is \$822,000.00; the amount spent-to-date is \$109,533.00; leaving a balance of \$712,467.00 available to be spent in 2012; of which \$407,700.00 will be spent on this contract; leaving a balance of \$304,767.00 after award; and

NOW THEREFORE BE IT RESOLVED BY the Board of Light, Gas and Water Commissioners:

THAT, subject to the consent and approval of the Council of the City of Memphis, award of contract to Telvent USA, LLC is approved for furnishing:

60 – Sage 2400, remote terminal units, Telvent Part No. B1541-000-19004 at \$6,795.00 each;

Totaling \$407,700.00; f.o.b. Memphis, Tennessee, our dock, transportation prepaid; said prices being firm; delivery 120 days after receipt of order, terms net 30 days.