

STATEMENT OF BUDGET IMPACT
(Policy Number 94-45)
Budgetary Review of Proposed Resolution &
Ordinances with Financial Implication.

Date: July 27, 2016

BIS 16 – 231

FILE: TMP-2016-336

Proposed Legislation:

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA, AUTHORIZING THE APPROPRIATE CITY OFFICIALS TO ISSUE A PURCHASE ORDER TO SUNSTATE METER & SUPPLY, INC. FOR THE PURCHASE OF NEPTUNE ADVANCE METERING INFRASTRUCTURE EQUIPMENT AND RELATED SOFTWARE; AUTHORIZING THE APPROPRIATE CITY OFFICIALS TO EXECUTE THE ATTACHED API LICENSE AGREEMENT AND N-SIGHT LICENSE AND SERVICE AGREEMENT BETWEEN THE CITY AND NEPTUNE TECHNOLOGY GROUP, INC. FOR THE SOFTWARE AND TRAINING OF SAID EQUIPMENT IN ORDER TO REPLACE THE EXISTING AUTOMATED METER READING SYSTEM IN THE TOTAL AMOUNT OF \$6,393,725 (INCLUSIVE OF LICENSE FEES AND 1ST YEAR MAINTENANCE); AND APPROVING AN AMENDMENT TO THE FISCAL YEAR 2016 CAPITAL IMPROVEMENT PROGRAM, AS SET FORTH IN THE ATTACHED EXHIBIT "A".

Statement of Budget Impact:

1. No Budget Impact associated with this action;
2. Sufficient budgetary resources identified/available;
3. Budgetary resources not identified/unavailable;
4. Potential Revenue is possible with this action;
5. Will not increase the cost of Housing;
6. May increase the cost of Housing; (CDAB review required)

Explanation:

This Resolution seeks authorization for the appropriate City Officials to issue a purchase order to Sunstate Meter & Supply, Inc. for the purchase of Neptune Advanced Metering Infrastructure Equipment and Related Software for the Department of Public Utilities in the amount of \$6,393,725.00. The Resolution also seeks authorization for the appropriate City Officials to execute the attached API License Agreement and N-Sight

License and Service Agreement between the City of Hollywood and Neptune Technology Group, and Approve the Amendment to the Fiscal Year 2016 Capital Improvement Program, previously approved via Resolution R-2015-295 on September 28, 2015, set forth in attached Exhibit "A".

The Department of Public Utilities believes that it is in the best interest of the City to procure the AMI equipment manufactured by Neptune and sold through its representative, Sunstate Meter & Supply, Inc. due to an Advanced Metering Infrastructure (AMI) System with Meter Interface Units (MIUs) that are fully potted and designed to operate in our hot, humid, wet environment, the City has predominately installed Neptune meters that are compatible with the new Neptune Meter Reading system, and desires to replace the Meter Transmission Units (MTUs) due to the high failure rate of the MTUs.

Sunstate Meter and Supply, Inc. is the sole distributor for Neptune products in the State of Florida and per The City of Hollywood Purchasing Ordinance Section 38.40(C)(8) of the Code of Ordinances provides that purchases of, and contracts for, supplies or contractual services, when the Commission declares by a five-sevenths (5/7) affirmative vote that competitive bidding and competitive proposals are not in the best interest of the City, are exempt from the competitive bidding and competitive proposal requirements of the Purchasing Ordinance.

Funding for the project is available in Department of Public Utilities 42.1200.00000.300.0000 – Net Assets and, subject to the approval of the City Commission, will be transferred to certain accounts to be established by the Department of Financial Services for the necessary expenditures.

PREPARED BY: Mac Champion
Management/Budget Analyst

APPROVED BY: Kee Eng
Budget Manager