



RIVERSIDE PUBLIC UTILITIES

Board Memorandum

BOARD OF PUBLIC UTILITIES

DATE: JUNE 25, 2018

ITEM NO: 9

SUBJECT: **THIRD AMENDMENT TO THE PROFESSIONAL CONSULTANT SERVICES AGREEMENT WITH SECURICON, LLC FOR A VULNERABILITY ASSESSMENT EXTENDING THE TERM OF THE AGREEMENT TO JUNE 30, 2019, WITH NO CHANGE IN COMPENSATION**

ISSUE:

Approve the Third Amendment to the Professional Consultant Services Agreement with Securicon, LLC for a Vulnerability Assessment, extending the term of the Agreement to June 30, 2019, with no change in compensation.

RECOMMENDATION:

That the Board of Public Utilities approve the Third Amendment to the Professional Consultant Service Agreement with Securicon, LLC for the Vulnerability Assessment to extend the term through June 30, 2019, with no change in compensation.

BACKGROUND:

On January 15, 2016, the Board of Public Utilities (Board) approved a Professional Services Agreement (Agreement) with Securicon, LLC (Securicon) in the amount of \$342,000, to conduct a vulnerability assessment of all Riverside Public Utilities (RPU) critical physical and cyber assets.

On September 26, 2016, the Board approved a First Amendment to the Agreement extending the term of the Agreement from September 30, 2016 to June 30, 2017, with no increase in compensation.

On June 12, 2017, the Board approved a Second Amendment to the Agreement, extending the term of the Agreement from June 30, 2017 to June 30, 2018, with an increase of \$96,000 for a total contract amount of \$472,200, including 10% contingency applied to the original contract amount.

RPU is requesting approval for a Third Amendment to the Agreement, to extend the term through June 30, 2019 with no change in compensation. There is approximately \$80,000 balance remaining on the existing Agreement that will be expended during the extended term.

DISCUSSION:

In 2016, RPU entered into an agreement with Securicon to conduct a physical and cyber security vulnerability assessment, recommend corrective actions, and support RPU staff in implementing corrective actions. The assessment findings and recommended corrections were presented to the Board in closed session on November 14, 2015.

Since completing the assessment, staff has worked diligently to resolve many of the vulnerabilities identified in the assessment, relying heavily on Securicon for support and security expertise. Securicon continues to support monitoring RPU's cyber and physical security environment, performing independent verification and validation of security activities, and implementing corrective and preventative measures.

RPU intended to hire a full-time manager-level staff person to manage security oversight. Due to changes in organizational and executive management structure, RPU has elected to continue to rely on the existing agreement with Securicon for expert consultant staff support, pending a determination of long-term organizational and staff structure.

FISCAL IMPACT:

There is no fiscal impact related to this item.

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Approved by: Todd L. Jorgenson, Interim Utilities General Manager
Approved by: Al Zelinka, City Manager
Approved as to form: Gary G. Geuss, City Attorney

Certifies availability
of funds: Laura M. Nomura, Utilities Assistant General Manager/Finance & Administration

Attachment: Third Amendment to Professional Services Agreement – Securicon