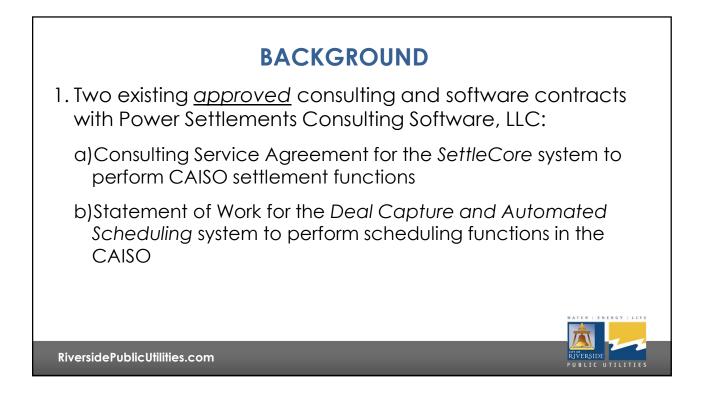


License and Software Services Agreement with Power Settlements

Riverside Public Utilities Resource Operations and Strategic Analytics

Board of Public Utilities November 26, 2018

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SETTLEMENT SERVICES

- 1. Duties:
 - a) Validate and dispute market transactions
- 2. SettleCore software utilization:
 - a) Capable of validating up to 165 different charge codes on 5-minute, hourly, daily, and monthly levels
 - b) Verifies \$324 Million annually in transaction charges for RPU
 - c) Recovered over \$3.4 Million in settlement disputes to date

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SCHEDULING SERVICES

- 1. Duties:
 - a) Optimize the value and utilization of RPU's resources to ensure delivery of reliable electric energy and minimize the overall power costs for ratepayers
- 2. Deal Capture Software Utilization:
 - a) Custom software developed for RPU scheduling and trading





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NEW LICENSE AND SOFTWARE AGREEMENT BENEFITS

- 1. Complimentary Trainings
- 2. 200 Free Annual Customization Hours, with Carry-over Rights
- 3. Free Contract Database and Tickler System
- 4. Free Enhancements to the Scheduling Software
- 5. No Price Increase for Existing Software
- 6. Continued 7.5% Price Discount

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	FY 18/19	FY 19/20	FY 20/21	FY 21/22	FY 22/23
Escalator		3%	0%	0%	2%
Settlements Software Fee	\$132,502.00	\$136,477.06	\$136,477.06	\$136,477.06	\$139,206.60
Scheduling Software Fee	\$94,421.00	\$97,253.63	\$97,253.63	\$97,253.63	\$99,198.70
Total License Fee	\$226,923.00	\$233,730.69	\$233,730.69	\$233,730.69	\$238,405.30
OPTIONAL CAISO Bidding Module	\$18,000.00	\$18,540.00	\$18,540.00	\$18,540.00	\$18,910.80
OPTIONAL Etag Module	\$18,000.00	\$18,540.00	\$18,540.00	\$18,540.00	\$18,910.80
OPTIONAL Visual Analytics Module	\$10,000.00	\$10,300.00	\$10,300.00	\$10,300.00	\$10,506.00
OPTIONAL What-if Shadow Settlements Module	\$10,000.00	\$10,300.00	\$10,300.00	\$10,300.00	\$10,506.00
Total Optional Modules	\$56,000.00	\$57,680.00	\$57,680.00	\$57,680.00	\$58,833.60
Total not-to exceed costs	\$282,923.00	\$291,410.69	\$291,410.69	\$291,410.69	\$297,238.90

RECOMMENDATIONS

That the Board of Public Utilities:

- 1. Approve the consolidation of two existing consulting and software services agreements with Power Settlements Consulting and Software, LLC, of Glendora, California, into one License and Software Services Agreement, within the existing previously approved budget;
- 2. Approve the option to subscribe to additional software and consulting services from Power Settlements Consulting Software, LLC, if such subscription is deemed to be necessary and appropriate, in an amount not-to-exceed \$56,000 for Fiscal Year 2018/2019;

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RECOMMENDATIONS (Cont'd)

3. Approve future annual extensions of the License and Software Services Agreement; provided, that such extension do not materially modify the terms and conditions of the Agreement beyond price escalations not greater than 3% for Fiscal Year 2019/2020, 0% for Fiscal Year 2020/2021, 0% for Fiscal Year 2021/2022, and 2% for Fiscal Year 2022/2023 and each year thereafter; and

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RECOMMENDATIONS (Cont'd)

4. Authorize the City Manager, or his designee, to execute the new License and Software Services Agreement with Power Settlements Consulting Software, LLC, of Glendora, California, and any future amendments to the Agreement under terms and conditions substantially similar or superior to the Agreement, and take all actions deemed necessary, appropriate and advisable to administer the Agreement, including execution of annual extensions, subscription to additional optional services, and termination of the Agreement.



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