



SERVICE AGREEMENT WITH DRILLING INFO, INC. FOR ONLINE LOAD FORECASTING SERVICE

**Riverside Public Utilities
Resource Operations and Strategic Analytics**

Board of Public Utilities
April 27, 2020

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DRILLING INFO SERVICES

1. The Resource Operations and Strategic Analytics (ROSA) division currently has an agreement for online load forecasting services with Pattern Recognition Technologies Inc. (PRT).
 - a) On November 20, 2017, PRT was acquired by Drilling Info, Inc. (Drilling Info).
 - b) Terms and conditions of the agreement with Drilling Info are unchanged from the original agreement with PRT.
2. ROSA uses Drilling Info's online load forecasting service to:
 - a) Forecast RPU's load based on historical load patterns and temperature
 - b) Reduce discrepancies between scheduled and actual load readings that are settled in volatile Real-Time energy markets.

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SERVICE AGREEMENT

1. Terms:
 - a) Three-year Service Agreement commencing on July 1, 2020
 - b) Automatic renewal for twelve (12) month terms unless thirty (30) days notice is provided
2. Pricing:
 - a) Annual fees - \$37,080, fixed over the term of the contract
 - b) Total fiscal impact - \$111,240

Fiscal Year	Costs
FY 2020/21	\$37,080
FY 2021/22	\$37,080
FY 2022/23	\$37,080
Total	\$111,240

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RECOMMENDATIONS

That the Board of Public Utilities:

1. Approve the Service Agreement with Drilling Info, Inc., for online load forecasting service for Riverside Public Utilities for a three-year term in a total contract amount of \$111,240;
2. Approve future annual extensions of the Service Agreement; provided, that such extensions do not materially modify the terms and conditions of the Agreement beyond price escalations not greater than 5% each year thereafter; and
3. Authorize the City Manager, or designee, to execute the Service Agreement with Drilling Info, Inc., 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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