

CHUGACH ELECTRIC ASSOCIATION, INC.
Anchorage, Alaska

FINANCE COMMITTEE MEETING
AGENDA ITEM SUMMARY

March 5, 2008

ACTION REQUIRED

AGENDA ITEM NO. X.

Information Only
 Motion
 Resolution
 Executive Session
 Other

TOPIC

Contract Award-SCADA Migration Project Phase II

DISCUSSION

The Chugach SCADA/EMS is a computer based control system, which provides for all monitoring and control of Chugach Transmission, Generation, and Distribution system assets. The existing system was installed in 1999 and is based on a product line that is no longer supported by the vendor. Phase I installed a backup control SCADA/EMS, jointly with ML&P.

Phase II of this project migrates the existing Chugach SCADA/EMS to a new system, which provides for regular vendor software updates and remains current with evolving cyber security standards.

This is a joint procurement effort with ML&P, which is upgrading their SCADA/EMS as well.

The project was authorized by the Board of Directors on February 18, 2008.

Request for proposals were submitted to three prequalified vendors. Two responsive proposals were received as follows:

GE Energy	\$2,763,893
Open Systems International	\$2,048,097

Final negotiations with the successful proposer, Open Systems International, resulted in a final contract amount of \$1,721,789.

BUDGETARY IMPACTS (within budget)

Amount: \$ 860,895 (2008 only)

Expense:

Capital: \$ 860,895 (2008 only)

Discussion: Award of this RFP to Open Systems International, Inc. will have no impact on the 2008 budget.

MOTION

Move that the Finance Committee recommend to the Chugach Board of Directors to authorize the Acting Chief Executive Officer to execute a contract with Open Systems International in the amount of \$1,721,789 for the SCADA Migration, Phase II, with expenditures in 2008 of \$860,895 and a scheduled completion date of November of 2009.