



GOVERNMENT OF PUERTO RICO

Puerto Rico Electric Power Authority
Governing Board

**RESOLUTION 4831
VIBRANALYSIS, INC.**

WHEREAS: The Puerto Rico Electric Power Authority (PREPA) is a public corporation and an instrumentality of the Government of Puerto Rico created by Act 83 of May 2, 1941, as amended (Act 83). PREPA was created to provide electrical energy in a reliable way, contributing to the general welfare and sustainable future of the people of Puerto Rico, maximizing benefits and minimizing social, environmental and economic impacts. In addition, PREPA provides a service based on affordable, fair, reasonable and non-discriminatory cost that is consistent with environmental protection, non-profit, focused on citizen participation and its clients.

WHEREAS: Act 83 authorizes PREPA to grant contracts and formalize all the instruments that are necessary or convenient in the exercise of any of its powers.

WHEREAS: Section 15(1)(a) of Act 83 states that all purchases made and contracts for supplies or services, except professional services, entered into by PREPA, including capital construction contracts, shall follow a bid process.

WHEREAS: According to Section 15(2)(d) of Act 83, a competitive bidding process shall not be necessary, when professional or expert services or work are required and PREPA deems it in the best interests of good administration for such works or services to be contracted without said process.

WHEREAS: Also, Section 15(2)(e) of Act 83 establishes that a competitive bidding process shall not be necessary, when prices are not subject to competitive bidding because there is no more than one source of supply (only supplier).

WHEREAS: PREPA's generation power plants have an outsourced service for the Asset Condition Monitoring Program. The software used for the monitoring program, Emerson AMS and iReliability, have been tailored to PREPA and are essential tools to identify defects and faults in the generation assets.



WHEREAS: The sole representative of the software is VibrAnalysis, Inc., and they have been performing the maintenance, repairs updates and calibrations of PREPA's generation assets, with excellent results and costs.

WHEREAS: Eng. Hiram Medero-Fernández, Administrator of PREPA's Strategy and Innovation Office, requests authorization to execute a Contract with VibrAnalysis, Inc., with a maximum amount of \$1,355,833, from its execution until June 30, 2021,

WHEREAS: In accordance with the information provided by Eng. Medero-Fernández, PREPA no longer has the proficiency to support the condition monitoring system and needs external resources with the expertise and knowledge in PREPA's hardware and software to support the daily operation of the power generation plants.

WHEREAS: On July 17, 2020, PREPA's Chief Financial Officer, Mr. Nelson Morales-Rivera, certified the availability of \$1,355,833 in the budget for Fiscal Year 2020-2021, for this Contract.

WHEREAS: The Strategy and Innovation Office provided all the information required in the Policy Guidelines for a Sole Source Procurement, and answered all the questions included in the Policy.

WHEREAS: PREPA's General Counsel considered Eng. Medero-Fernández's Memorandum and concluded that the Contract may be carried out without a competitive bid process, according to the faculty granted to PREPA by Sections 15(2) (d) and (e) of Act 83, if considered as an only supplier.

THEREFORE: In accordance with Act 83, PREPA's Governing Board resolves to:

Authorize the Interim Executive Director to execute the Contract with VibrAnalysis, Inc., for a maximum amount of \$1,355,833, until June 30, 2021.

Approved in San Juan, Puerto Rico, on the twenty-sixth day of August of two thousand twenty.



Eduardo Arosemena-Muñoz
Secretary of the Board