

City Council

Meeting Date: 10/18/2021

Initiated By: Riazul Mia, Assistant City Manager

Initiated By: Arturo Garcia, Jr., P.E.

Staff Source: Arturo Garcia, Jr., P.E.

SUBJECT

Dynamic and Sustainable



Authorizing the City Manager to approve Change Order No. 3 to Energy Savings Performance Contract (ESPC) to Honeywell for Phase I. The contract in the amount of \$10,009,255.00 will include a deduction of (\$1,492,171.00) for a new contract amount of \$8,517,084.00. The contract time will be 965 calendar days. Funding is available in the 2019 Water Revenue Bond.

PREVIOUS COUNCIL ACTION

On December 2, 2019, City Council awarded a Energy Savings Performance Contract (ESPC) to Honeywell for Phase I in the amount of **\$10,009,255.00.**

BACKGROUND

On September 16, 2019 a presentation was made by Honeywell of their Investment Grade Audit for Energy Efficiencies for Utilities Operations. On November 9, 2018 a contract with Honeywell was signed for an Investment Grade Energy Audit and Project Development Proposal to determine the feasibility of entering into an Energy Savings Performance Contract (ESPC) to provide for installation and implementation of energy, demand, operations saving measures.

COMMITTEE RECOMMENDATION

None

STAFF RECOMMENDATION

Approval of the Motion.

Fiscal Impact

Fiscal Year: 2021-22
Budgeted Y/N?: Y
Source of Funds: 2019 Water Revenue Bonds
Account #: 557-9875-535-9301
Change Order: Exceeds 25% Y/N: N

FINANCIAL IMPACT:

Funding is available in the 2019 Water Revenue Bond Account No. 557-9875-535-9301. Project ID: WP 2006

Attachments

City of Laredo - Phase I

CHANGE ORDER

Project City of Laredo
1110 Houston Street
Laredo, Texas 78040

Change Order Number: 3

Date: 09/21/2021

Agreement Date: 12/12/2019

To Customer: City of Laredo
Agreement No: USB-017552

The Parties hereby agree to modify the above-referenced Agreement (the "Agreement") as set forth below. Except as modified herein, all other terms and conditions of the Agreement will remain unchanged and in full force and effect.

The Agreement is changed as follows: The price as set forth in Section 6.1 of the Agreement is reduced by \$1,247,000.00. Due to savings achieved in subcontract costs by Honeywell, the total price of the project is reduced by \$1,247,000.00 in accordance with the Contract for Energy Performance Contracting Services between Honeywell International Inc. and Region 4 ESC.

- Deduct - \$1,247,000.00

Total (\$1,247,000)

The original Contract Sum was.....	\$ 10,009,255
Net change by previously authorized Change Orders.....	\$ 0
The Contract Sum prior to this Change Order was.....	\$ 10,009,255
The Contract Sum will be modified by this Change Order in the amount of..\$ (1,247,000)
The new Contract Sum including this Change Order will be.....	\$ 8,762,255
The Contract Time will be increased by.....	0 calendar days
The original Guarantee was.....	\$ 12,347,260
Net change by previously authorized Change Orders.....	\$ 0
The Guarantee prior to this Change Order was.....	\$ 12,347,260
The Guarantee will be unchanged by this Change Order	\$ 0
The new Guarantee including this Change Order will be..\$ 12,347,260

HONEYWELL INTERNATIONAL INC.

CITY OF LAREDO

By _____

By _____

Name Tony George

Name Robert A. Eads

Title Senior Account Executive

Title City Manager

Date _____

Date _____

CITY OF LAREDO

CITY OF LAREDO

By _____

By _____

Name Riazul I. Mia

Name Jose A. Valdez, Jr.

Title Assistant City Manager

Title City Secretary

Date _____

Date _____

CITY OF LAREDO

By _____

Name Sophia Garcia

Title City Attorney

Date _____