

AGENDA



Thursday, September 27, 2007

**Austin Energy
RECOMMENDATION FOR COUNCIL ACTION****Item No. 4**

Subject: Authorize reimbursement of costs to ZOM TEXAS, INC., for the purchase and installation of heat exchanger(s), associated piping and modifications to existing building air conditioning equipment needed to interconnect their new residential building to the Austin Energy district cooling system in an amount not to exceed \$151,058.

Amount and Source of Funding: Funding is available in the Fiscal Year 2007-2008 Capital Improvement Budget.

Fiscal Note: A fiscal note is attached.

For More Information: Jim Collins, Director, On-Site Generation / 322-6426; Cliff Braddock, Director of Energy Business Development / 322-6302

Boards and Commission Action: Recommended by the Electric Utility Commission.

Austin Energy has executed an agreement with ZOM Texas, Inc., to provide Austin Energy's chilled water-cooling services to new construction of a residential condo project located at 801 West 5th Street, Austin, 78702.

This RCA is to seek authorization for Austin Energy to complete the purchase of the heat exchanger(s) and related piping. Austin Energy will recover the cost for these reimbursable items as a part of the multi-year chilled water services agreement negotiated between Austin Energy and ZOM Texas, Inc. To complete this project, Austin Energy will need to extend its district cooling system piping to this location, which will be accomplished through a separate piping installation contractor.