



**RCA
CITY OF AUSTIN
RECOMMENDATION FOR COUNCIL ACTION**

**AGENDA ITEM NO.: 5
AGENDA DATE: Thu 06/24/2004
PAGE: 1 of 1**

SUBJECT: Approve negotiation and execution of a cost reimbursement agreement with Catellus Austin, LLC, Delaware, MD, for underground utility piping at the Mueller redevelopment site, in an amount not to exceed \$1,900,000.

AMOUNT & SOURCE OF FUNDING: Funding is available in the Fiscal Year 2003-2004 Approved Capital Budget of the Electric Utility Department.

FISCAL NOTE: A fiscal note is attached.

REQUESTING Austin Energy
DEPARTMENT:

**DIRECTOR'S
AUTHORIZATION:** Juan Garza

FOR MORE INFORMATION CONTACT: Cliff Braddock, Energy Product Sales Director/ 322-6302;
Bob Kahn, Assistant City Attorney/ 322-6572

PRIOR COUNCIL ACTION: N/A

BOARD AND COMMISSION ACTION: N/A

PURCHASING: N/A

MBE / WBE: N/A

Austin Energy intends to provide on-site electric power, chilled water for cooling, and steam/hot water for heating for the new Seton Children's Hospital being constructed on the Mueller redevelopment site by constructing, operating, and owning a Cooling-Heating-Power total energy system ("CHP System") to be located on land leased from Seton, adjacent to the Children's Hospital. Catellus will be supplying the underground utility piping necessary for Austin Energy to provide district cooling services to future customers located at the Mueller airport redevelopment site.

This CHP System is of sufficient capacity and efficiency to allow cooling services to be extended to other customers located nearby the Children's Hospital. This piping allows for these cooling services to be extended to future customers in a manner very similar to the AE downtown district cooling system. The AE chilled water piping will be installed as a part of other underground utilities that Catellus is installing at the site. This will provide for lower costs and avoid construction delays, and will avoid having to excavate new streets for future extensions of the chilled water distribution system.

CIP BUDGET
Fiscal Note

DATE OF COUNCIL CONSIDERATION: 6/24/2004
WHERE ON AGENDA: Resolution
DEPARTMENT: Electric Utility Department

SUBJECT: Approve negotiation and execution of a cost reimbursement agreement with Catellus Austin, LLC, Delaware, MD, for underground utility piping at the Mueller airport redevelopment site, in an amount not to exceed \$1,900,000.

FINANCIAL INFORMATION:

Parent Project Name: **Non-Electric Plant Assets - Chillers**
Project Authorization: 2003-2004 Approved Capital Budget

Current Appropriation	\$ 81,667,916.00	
Unencumbered Balance		\$ 8,404,399.01
Amount of This Action		<u>(1,900,000.00)</u>
Remaining Balance		<u>\$ 6,504,399.01</u>

Use of Remaining Balance:

Remaining funds will be used for design, construction, equipment, and material acquisition to complete the project.

Use of Any Remaining Funds After Completion of Project:

No remaining funds anticipated at this time.

Director, Planning & Budget

Signature: 

Date: 6/17/04