

MEMORANDUM

To: Mayor and City Council Members
Steve Parker, City Manager

From: Timothy J. Howe, Director – Water / Wastewater Utilities

Through: Rick Cortes, Deputy City Manager

Subject: GVEC electric system improvements to serve increased load requirements for the Geronimo Creek Wastewater Treatment Plant expansion project

Date: November 5, 2024

Historical Background

The City of Seguin is under construction for the expansion of the Geronimo Creek Wastewater Treatment Plant (GCWWTP). GVEC is the current electric provided for this facility. GVEC has identified necessary system improvements required to serve the increased load requirements of the GCWWTP expansion

Action Requested

Consider a resolution authorizing improvements to the GVEC electric distribution system necessary to meet the increased load requirements of the expanded GCWWTP. The estimated cost associated with these improvements is \$719,000.00 and will consist of the actual cost of the improvements thus requiring a “true up” at the close of the improvement project. For that reason, staff is requesting an additional \$81,000 in contingency monies for this anticipated true up payment. It is also possible, the true up could be a credit back to the city.

Procurement Methodology & Funding Source

At the request of the City, GVEC provided a proposal for necessary system improvements required to serve the increased load requirements of the GCWWTP expansion. Funding is provided through certificates of obligation.



It's real.

Staff Recommendation

Staff recommends the acceptance of this proposal and the authorization to spend up to a not to exceed amount of \$800,000.00 for the GVEC improvements described above. I will be available to answer any questions at the City Council meeting on Tuesday, November 5, 2024.

ATTACHMENTS

1. Resolution
2. GVEC Proposal