



THE CITY OF KEY WEST

Post Office Box 1409 Key West, FL 33041-1409 (305) 809-3700

MEMORANDUM

TO: Jim Scholl, City Manager
Cc: Greg Veliz, Asst. City Manager
FROM: John Paul Castro, Utilities Director
DATE: December 14, 2016

SUBJECT: Amending the City's Financial Services Contract from Black and Veatch Corporation to Black and Veatch Management Consulting, LLC.

Action statement:

We are requesting the Commission's permission to assign the City's Financial Services Contract approved by Resolution 15-162 from Black and Veatch Corporation to Black & Veatch Management Consulting, LLC.

Background:

The City maintains a financial services contract with Black & Veatch that was approved for a 3-year term in 2015. In 2016 Black & Veatch Corporation restructured its organization creating a separate entity for its management consulting division.

The entity that will be performing the financial services work will be titled Black & Veatch Management Consulting, LLC. The same people that are currently performing the work for the City will continue to perform their duties under this new organizational title.

Purpose and Justification:

"Black & Veatch Management Consulting was created to provide clients with a comprehensive financial, technology, and strategic consulting services within the electric, oil, and gas and water markets."

Financial Impact:

There is no financial impact to amending this contract to reflect the name change. The hourly rates will remain the same.

Options:

1. The City Commission can consent to novate the contract to reflect the name change. Doing so will allow the current level of service and contractual terms to remain.

Key to the Caribbean – Average yearly temperature 77° F.

2. The City Commission can decline to amend the contract. This option is not recommended by Staff, as the City may not be able to utilize the engineering services that are essential in completing numerous projects. City Staff believes that Black and Veatch is one of the firms that can best manage many of our sewer and stormwater projects of the financial firms we have under contract.

Recommendation:

Staff recommends that the City Commission select option 1, approving to assign the engineering services contract from Black & Veatch Corporation to Black & Veatch Management Consulting, LLC.