

RESOLUTION NO. 21-006

**A RESOLUTION OF THE CITY COMMISSION OF
THE CITY OF KEY WEST, FLORIDA,
RECOGNIZING THE MERGER OF CH2M HILL
COMPANIES, LTD. (CH2M) WITH JACOBS
ENGINEERING GROUP, INC. (JACOBS);
AUTHORIZING THE CITY MANAGER TO EXECUTE
ANY NECESSARY DOCUMENTS; PROVIDING FOR AN
EFFECTIVE DATE**

WHEREAS, in Resolution No. 17-207, the City Commission approved a three-year contract with CH2M HILL, Inc. for General and Utility Engineering Services, and in Resolution No. 20-142 the contract was extended for two-years; and

WHEREAS, CH2M Hill Companies, Ltd., the parent company of CH2M Hill Engineers, Inc., merged with Jacobs Engineering Group, Inc., and accordingly all subsidiaries of CH2M Hill Companies will be using the Jacobs logos and branding on work products; and

WHEREAS, CH2M Hill, now known as Jacobs Key West, will continue to provide engineering services to the City, including the same professional staff and equipment necessary to complete task orders in process and to be issued during the remaining term of the current General and Utility Engineering Services Contract.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COMMISSION OF THE CITY OF KEY WEST, FLORIDA, AS FOLLOWS:

Section 1: That the City Commission hereby recognizes the merger of CH2M Hill Companies Ltd. with Jacobs Engineering Group Inc. and consents that the City's General and Utility Engineering Services Contract with CH2M HILL Engineers, Inc. shall be accepted under the name of Jacobs for the remaining term of the contract.

Section 2: That the City Manager is hereby authorized to execute any necessary documents, upon advice and consent of the City Attorney.

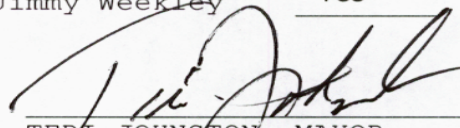
Section 3: That this Resolution shall go into effect immediately upon its passage and adoption and authentication by the signature of the Presiding Officer and the Clerk of the Commission.

Passed and adopted by the City Commission at a meeting held this 20th day of January, 2021.

Authenticated by the Presiding Officer and Clerk of the Commission on 21st day of January, 2021.

Filed with the Clerk on January 21, 2021.

Mayor Teri Johnston	<u>Yes</u>
Vice Mayor Sam Kaufman	<u>Yes</u>
Commissioner Gregory Davila	<u>Yes</u>
Commissioner Mary Lou Hoover	<u>Yes</u>
Commissioner Clayton Lopez	<u>Yes</u>
Commissioner Billy Wardlow	<u>Yes</u>
Commissioner Jimmy Weekley	<u>Yes</u>



TERI JOHNSTON, MAYOR

ATTEST:



CHERYL SMITH, CITY CLERK



THE CITY OF KEY WEST

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

MEMORANDUM

EXECUTIVE SUMMARY

Date: January 5, 2021
To: Gregory W. Veliz, City Manager
From: Kelly Crowe P. E., City Engineer
Cc: Patti McLaughlin, Assistant City Manager
Steve McAlearney, Engineering Director
Mark Finigan, Finance Director
Subject: CH2M Hill Companies Ltd. Merger with Jacobs Engineering Group Inc.

ACTION STATEMENT

Formally recognize the merger of CH2M Hill Companies Ltd. (CH2M) with Jacobs Engineering Group Inc. (Jacobs) and acknowledge CH2M's status as a wholly owned subsidiary and continue to execute task orders under existing contracts with CH2M.

BACKGROUND

Per Resolution 17-207, the City of Key West City Commission approved the staff ranking for General Engineering Services. The city subsequently entered into a Professional Services Contract with CH2M on a task order basis.

On December 15, 2017; CH2M merged into and became a wholly owned subsidiary of Jacobs. After the merger, CH2M is fully operational and their existing contracts are unaffected by the merger and remain in full force. As a subsidiary of Jacobs, CH2M will be utilizing Jacobs logos and branding on their work.

The General Engineering Services contract with CH2M was extended for a two-year period per Resolution 20-142.

PURPOSE AND JUSTIFICATION

With respect to the existing contract that the city has with CH2M, the corporate names Jacobs and CH2M are often used interchangeably within communication material (e-mail, formal letters, etc.); however, CH2M is used on task orders to be consistent with the contract.

There has been some confusion internally as to which entity holds the contract. This action is intended to resolve any confusion on the subject and recognize the merger between Jacobs and CH2M but acknowledge that CH2M's contracts with the city remain in full force.

FINANCIAL ISSUES

This action is administrative in nature and the existing contract with CH2M Hill, Inc. will remain in effect. All financial transactions related to the contract will continue to be processed with CH2M.

RECOMMENDATION

Staff recommends formally recognizing the merger of CH2M Hill Companies Ltd. with Jacobs Engineering Group Inc. and acknowledge CH2M's status as a wholly owned subsidiary and continue to execute task orders under existing contracts with CH2M.

December 30, 2020

kcrowe@cityofkeywest-fl.gov

Kelly Crowe
City Engineer
City of Key West
1300 White St
Key West, FL. 33040

Re: CH2M Hill Engineers, Inc. Master Services Agreement with the City of Key West regarding Jacobs Merger

Dear Mr. Crowe:

On December 15, 2017, CH2M Hill Companies, Ltd. merged into and became a wholly owned subsidiary of Jacobs Engineering Group Inc.

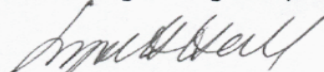
The merger is documented in the public record with the US Securities & Exchange Commission filings for both CH2M Hill Companies, Ltd. [here is a link to the CH2M Hill Companies, Ltd. filing: <https://www.sec.gov/Archives/edgar/data/777491/000110465917048610/0001104659-17-048610-index.htm>] and Jacobs Engineering Group Inc. [here is a link to the Jacobs Engineering Group Inc. filing: <https://www.sec.gov/Archives/edgar/data/52988/000119312517244942/0001193125-17-244942-index.htm>].

CH2M Hill Companies, Ltd. and all its subsidiaries, including CH2M Hill Engineers, Inc. (CH2M) remain fully operational but are now subsidiaries of Jacobs Engineering Group Inc. (Jacobs). Existing contracts between CH2M and its clients and others are unaffected and remain in full force and effect. However, now that they are part of Jacobs, these subsidiaries will be using Jacobs logos and branding on work products.

Please contact the undersigned if you require any additional information in this regard.

Regards,

Jacobs Engineering Group Inc.



Sirpa H. Hall, P.E.
Senior Business Vice President