



Memorandum

Date: 5/7/2024
Meeting of: City Council

File No. AM No. 24-058
Type: Consent Item

TO: Members of the City Council
FROM: Mayor Angela Birney
DEPARTMENT DIRECTOR CONTACT(S):

Executive	Lisa Maher	425-556-2427
Public Works	Aaron Bert	425-556-2786

DEPARTMENT STAFF:

Executive	Jenny Lybeck	Sustainability Manager
Public Works	John Mork	Senior Engineer

TITLE:

Authorize the Mayor to Sign an Interagency Agreement with the Washington State Department of Enterprise Services for Energy Efficiency Services

OVERVIEW STATEMENT:

The City's Capital Improvement Program budget includes multiple energy efficiency upgrade projects at City facilities. The City intends to engage with the Washington State Department of Enterprises Services (DES) for energy savings performance contracting to complete these projects.

To obtain energy savings performance contracting services, Redmond must enter into an Interagency Agreement (IAA) with DES. The IAA is drafted pursuant to Chapter 39.34 RCW, which allows the DES Energy Program to provide the experience and expertise for quality assurance, project negotiation, overall project management, and monitoring and verification procedures.

☒ **Additional Background Information/Description of Proposal Attached**

REQUESTED ACTION:

☐ **Receive Information** ☐ **Provide Direction** ☒ **Approve**

REQUEST RATIONALE:

- **Relevant Plans/Policies:**
Environmental Sustainability Action Plan, Climate Emergency Declaration, Capital Improvement Program
- **Required:**
Interagency agreements require Council approval
- **Council Request:**

N/A

- **Other Key Facts:**

Energy savings performance contracting is a method to implement energy upgrades and retrofits. By leveraging utility savings, grants and capital dollars, projects can usually be funded within existing budgets. The DES ESPC program also guarantees the total project cost, performance and energy savings before construction starts. See Attachment A for more details.

OUTCOMES:

The IAA will accelerate implementation of energy efficiency projects at the City and bring additional project management capacity.

COMMUNITY/STAKEHOLDER OUTREACH AND INVOLVEMENT:

- **Timeline (previous or planned):**

N/A

- **Outreach Methods and Results:**

N/A

- **Feedback Summary:**

N/A

BUDGET IMPACT:

Total Cost:

N/A

Approved in current biennial budget:

☐ Yes

☐ No

☒ N/A

Budget Offer Number:

CIP

Budget Priority:

CIP

Other budget impacts or additional costs:

☐ Yes

☐ No

☒ N/A

If yes, explain:

N/A

Funding source(s):

CIP

Budget/Funding Constraints:

N/A

☐ **Additional budget details attached**

COUNCIL REVIEW:

Previous Contact(s)

Date	Meeting	Requested Action
4/23/2024	Committee of the Whole - Parks and Environmental Sustainability	Provide Direction

Proposed Upcoming Contact(s)

Date	Meeting	Requested Action
	None proposed at this time	N/A

Time Constraints:

N/A

ANTICIPATED RESULT IF NOT APPROVED:

Delays in implementation of energy efficiency project implementation

ATTACHMENTS:

Attachment A: DES Energy Savings Performance Contracting Overview

Attachment B: DES Interagency Agreement