

**CITY OF CHARLOTTESVILLE, VIRGINIA
CITY COUNCIL AGENDA**



Agenda Date:	January 2, 2024
Action Required:	Approve Resolution
Presenter:	Krisy Hammill, Director of Budget
Staff Contacts:	Kristel Riddervold, Director Michael Goddard, Facilities Development Manager Steve Hawkes, Director
Title:	Resolution to allocate additional Funds for the Information Technology Data Center HVAC replacement - \$169,970

Background

The FY24 Capital Improvement Program (CIP) includes \$318,386 in funding for the replacement of the air conditioning (AC) units in the Information Technology (IT) Data Center. The units are essential to maintain proper temperature levels for the City's on-premises resources that provide critical services including SAP and many departmental and cross-departmental systems.

Discussion

Following close coordination between the Office of Sustainability, Facilities Development, Facilities Maintenance and the design/build engineering firm, CMTA, staff received a cost proposal for this project. Consistent with escalating costs for equipment and construction across the industry, this cost proposal exceeds the available funds.

It is the consensus of the team to utilize a design/build Energy Performance Contract to deliver this project. This contract mechanism is planned to be used for a suite of energy improvement projects, many which were identified through recently completed Technical Energy Audits (TEAs). A balance of \$80,994 in the CIP project that funded the TEAs can be used to support this IT Data Center AC replacement project, leaving a remaining funding gap of \$88,976. Funding to address that gap is being requested from the Capital Improvement Program Contingency account.

Alignment with City Council's Vision and Strategic Plan

This project aligns with the strategic outcome of organizational excellence by maintaining critical infrastructure.

Community Engagement

Budgetary Impact

N/A

Recommendation

Staff recommends approval of this resolution.

Alternatives

If additional funding is not approved, the project would be delayed and other alternatives would have to be discussed.

Attachments

1. \$169,970_Allocation of Additional Funds for IT Data Center HVAC Replacement