

TOWNSHIP OF LOWER MERION

Public Works Committee

Issue Briefing

Topic: Energy Savings Program

Prepared By: Ernie B. McNeely, Township Manager

Date: November 15, 2019

I. Action To Be Considered By The Board:

Authorize advertisement of the proposed Guaranteed Energy Savings Program Agreement with Energy Systems Group (ESG) for the previously approved energy savings program scope at the cost of \$3,760,000.

II. Why This Issue Requires Board Consideration:

The Board of Commissioners must ultimately approve execution of a guaranteed energy savings agreement with ESG to proceed with the previously approved proposed energy savings program but only after the agreement has been advertised.

III. Current Policy Or Practice (If Applicable): N/A

IV. Other Relevant Background Information:

The Board of Commissioners on September 11, 2019 authorized the guaranteed energy savings program to proceed with ESG for the program scope and cost of \$3,760,000. The action being considered now is only to authorize advertisement of the agreement with ESG because the Pennsylvania Guaranteed Energy Savings statute that allows municipalities to use this form of contracting mandates that the agreement be advertised for public inspection for a ten (10) day period prior to final approval and execution.

The agreement has been reviewed and approved by the Township Solicitor. The agreement has also been reviewed for technical content by the Township consultant for the project Provident Energy/ICS Consulting. Once at least a ten-day period of advertisement has been completed the agreement will return to a Board of Commissioners agenda in December to authorize execution.

VI. Staff Recommendation:

The recommendation is to authorize advertisement of the proposed agreement with Energy Systems Group