



Meeting Date: June 25, 2026 **Agenda Type:** Consent Items for Action

From: Adam Willard, P.E. **Reviewed by:** Michael Short, P.E.
Chief Engineer of Water Director of Engineering
Systems

Submitted by: Mark Steelman **Approved by:** Ryan Kelso
Chief Operations Officer Chief Executive Officer

RECOMMENDED ACTION: Authorize the CEO or His Designee to Negotiate and Execute a Second Amendment to the Amended and Restated Professional Services Agreement with Quiddity Engineering, LLC, d/b/a Jones and Carter, Inc., for the Design of the Sam C. McKenzie, Jr. Water Reclamation Facility Expansion Project

BACKGROUND

On October 29, 2020, the New Braunfels Utilities (“NBU”) Board of Trustees approved a Professional Services Agreement (the “Agreement”) with Quiddity Engineering, LLC (“Quiddity”) for professional engineering services for the Sam C. McKenzie, Jr. Water Reclamation Facility (“WRF”) Expansion (the “Project”). On April 28, 2022, the Board approved an Amended and Restated Professional Services Agreement (the “Amended and Restated Agreement”) for design, bid, and construction phase services to expand the McKenzie WRF from a treatment capacity of 2.5 million gallons per day average daily flow (“MGD ADF”) to 4.9 MGD ADF, as well as slope repairs within the existing outfall into the Guadalupe-Blanco River Authority’s hydroelectric plant canal.

On June 22, 2022, NBU and Quiddity (the “Parties”) entered into a First Supplemental Services Authorization to authorize supplemental services for the redesign of communication standards to ethernet/internet protocol from the previous design assumption. On September 30, 2022, the Parties entered into a Second Supplemental Services Authorization to authorize supplemental services for the design of power supply and single mode fiber communication to three existing light poles for NBU’s security team to install four security cameras. On May 23, 2023, the Board approved a First Amendment to the Amended and Restated Agreement (the “First Amendment”) to add inspection services and authorize the related compensation. On June 20, 2023, the Parties entered into a Third Supplemental Services Authorization to authorize supplemental services for a survey of an easement area near Canal Lane.

During the construction phase, NBU and the construction contractor have extended the anticipated completion date of construction due to long lead times procuring electrical equipment, which requires Quiddity to provide additional construction phase services during the extended construction period. As a

result, NBU staff requests that the Board approve the Second Amendment to the Amended and Restated Agreement (the “Second Amendment”), which includes an increase of compensation to Quiddity in the amount of \$1,139,000.00 for the additional construction phase services, and extension of the contract completion date to April 3, 2027.

This item is being presented to the Board because it modifies the Agreement beyond the parameters the Board previously approved.

FINANCIAL IMPACT

The total financial impact for the Second Amendment is \$1,139,000.00. The total contract amount for the Agreement and the Second Amendment with Quiddity for the Project is \$8,127,000.00. The Project is budgeted within the Fiscal Year 2026 through Fiscal Year 2027 NBU Board approved Capital Improvements Projects Budget.

LINK TO STRATEGIC PLAN

Infrastructure and Technology

Financial Excellence

EXHIBITS

1. Second Amendment to the Amended and Restated Professional Services Agreement with Quiddity