

THE HOUSING AUTHORITY OF THE COUNTY OF KING

RESOLUTION NO. 5583

**COMMITMENT OF CY 2017 EXCESS SAVINGS FROM THE AUTHORITY'S
ENERGY PERFORMANCE CONTRACT**

WHEREAS, King County Housing Authority (KCHA) has entered into an Energy Performance Contract (EPC) with Johnson Controls, Inc. (JCI) as authorized by 24 CFR 995.185 and further described under the terms of its Moving to Work authorization; and,

WHEREAS, savings under an EPC are defined as the difference between the incentives provided by the U.S. Department of Housing and Urban Development (HUD) as requested by KCHA in its annual public housing operating subsidy filings and the amount of utility expenses in the base year used to request the subsidy; and,

WHEREAS, the amount to be retained by a housing authority is limited to 25% of the savings; and,

WHEREAS, excess savings are defined as any amount above the 25% limit which is not used for project costs such as debt service, Monitoring & Verification, replacement reserves and additional energy conservation measures (ECMs); and,

WHEREAS, HUD may recapture any amount of excess savings above the 25% limit; and,

WHEREAS, current analysis of Calendar Year 2017 indicates KCHA may have savings above the 25% limit; and,

WHEREAS, in CY 2018 additional ECMS have been identified by KCHA for the EPC, including elevator replacements in up to ten public housing high rises; and,

WHEREAS, elevator replacements are multi-year projects involving extensive engineering and fabrication of parts; and

WHEREAS, KCHA has contracted with an engineering firm to develop specifications for the upgrades of ten elevators; and

WHEREAS, commitment of funding for actual construction is contingent upon procurements that cannot take place until all engineering specification and bid documents have been completed; and

WHEREAS, KCHA may have additional excess savings in 2017 that will be available to help defray the cost of these projects where engineering work has already commenced; and

WHEREAS, such excess savings may be committed by the Board of Commissioners for completion of elevator replacement project work in 2018; and,

NOW THEREFORE, BE IT RESOLVED BY THE BOARD OF COMMISSIONERS OF THE HOUSING AUTHORITY OF THE COUNTY OF KING; THAT:

Section 1. Any CY 2017 excess savings resulting from the EPC is committed to elevator upgrades at up to 10 public housing high rise buildings.

Section 2. The Executive Director will report to the Board when the CY 2017 EPC savings calculation is complete to verify the amount, if any, of excess savings committed by this Resolution.

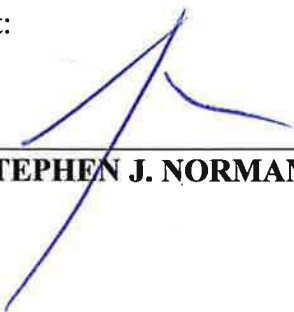
**ADOPTED BY THE BOARD OF COMMISSIONERS OF THE HOUSING
AUTHORITY OF THE COUNTY OF KING THIS 18th DAY OF DECEMBER,
2017.**

**THE HOUSING AUTHORITY OF THE
COUNTY OF KING, WASHINGTON**



DOUGLAS J. BARNES, Chair

Attest:



STEPHEN J. NORMAN, Secretary