



City of Denton

City Hall
215 E. McKinney Street
Denton, Texas
www.cityofdenton.com

AGENDA INFORMATION SHEET

DEPARTMENT: Procurement
ACM: Christine Taylor
DATE: February 9, 2026

SUBJECT

Consider recommending adoption of an ordinance of the City of Denton, a Texas home-rule municipal corporation, authorizing the City Manager to execute a contract extension between the City of Denton and WSP USA Inc., for program management services for the Denton Municipal Electric Capital Improvement Plan projects; and declaring an effective date (RFQ 6862 – extending a contract with WSP USA Inc., until project completion).

STRATEGIC ALIGNMENT

This action supports Key Focus Area: Enhance Infrastructure and Mobility.

INFORMATION/BACKGROUND

Denton Municipal Electric (DME) is actively advancing its Capital Improvement Program (CIP), which includes a range of substation and transmission line projects critical to the city's electric infrastructure. To support the successful execution of these projects, DME has relied on the services of WSP USA Inc. under contract 6862 for the past five (5) years. WSP USA Inc. has provided essential program management, construction inspection, and supplemental engineering services throughout this period.

The scale and complexity of DME's CIP projects necessitate comprehensive program management. This includes detailed scheduling, coordination, tracking, and reporting to ensure efficient execution. Effective sequencing is essential to minimize outage durations and maintain the highest safety standards.

Currently, WSP USA Inc. is managing 14 active projects and has a full-time inspector dedicated to overseeing DME construction activities. Given the ongoing nature of these projects and the continued need for inspection and management services, DME is requesting an extension of WSP USA Inc.'s services until the completion of the active project. This will allow the projects started during the contract period to be completed by WSP USA Inc. City of Denton staff are in the process of developing a new agreement to cover program management, inspection, and engineering services for future projects, which is anticipated to be in place within the next four (4) to six (6) months.

To date, WSP USA Inc. has billed \$2,649,518.35 under contract 6862, leaving a remaining balance of \$2,420,785.65. No additional funding is required to continue services under the existing contract.

The following is a list of projects currently under program management oversight.

Project	Estimated Completion Date
Hickory Substation	Feb 2026
Industrial Substation TM Bypass	Feb 2026
Brinker SS - Phase II	Feb 2026
Denton West - RDW TM Line	Feb 2026
Masch Branch Transformer Addition	October 2026
North Lakes SSVT Addition	August 2027
Kings Row SSVT Addition	August 2027
Underwood Substation	August 2027
DC Data center	August 2027
Jim Christal Transformer Addition	August 2027
Locust SSVT Addition	August 2027
Denton West - Brazos Tie-In	August 2028
Fort Worth Transformer Replacement	August 2028

PRIOR ACTION/REVIEW (COUNCIL, BOARDS, COMMISSIONS)

On May 12, 2020, City Council approved a contract with Power Engineers, Inc., in the not-to-exceed amount of \$5,070,304 (Ordinance 20-905).

On December 16, 2022, Purchasing approved a no-cost change to the Schedule of Charges.

On December 19, 2024, Purchasing approved a six (6) month contract extension to November 12, 2025.

On December 11, 2025, Purchasing approved an Assignment of Contract from Power Engineers, Inc. to WSP USA Inc.

RECOMMENDATION

Award a contract extension with WSP USA Inc., for program management services for the Denton Municipal Electric Capital Improvement Plan projects.

PRINCIPAL PLACE OF BUSINESS

WSP USA Inc.
New York, NY

FISCAL INFORMATION

The costs for materials and services purchased under the proposed agreement will be funded out of amounts budgeted for specific CIP projects. The majority of the work proposed will be in the transmission category. Therefore, these costs for transmission projects will ultimately be recovered through the Public Utility Commission of Texas, Transmission Cost of Service Program (TCOS). The City will only pay for services rendered and is not obligated to pay the full contract amount unless needed.

EXHIBITS

Exhibit 1: Agenda Information Sheet

Exhibit 2: Original Ordinance, Contract, Amendment 1, Extension, and Assignment of Contract

Exhibit 3: Ordinance and Amendment 2

Respectfully submitted:
Lori Hewell, 940-349-7100
Purchasing Manager

For information concerning this acquisition, contact: Mark Zimmerer, 940-349-7169.

Legal point of contact: Leah Bush at 940-349-8333.