



MEMORANDUM

Council Agenda
Item No. IX. AF
12/31/2024

The City of OKLAHOMA CITY

TO: Mayor and City Council

FROM: Craig Freeman, City Manager

Releasing the Irrevocable Standby Letter of Credit issued by JPMorgan Chase Bank N.A.; and approving the Irrevocable Standby Letter of Credit issued by Ally Bank for Inframark, LLC (C169022), for the management, operations, and maintenance of wastewater treatment facilities, solids management, and industrial pretreatment program services.

Background:

On March 15, 2016, the Oklahoma City Water Utilities Trust (OCWUT) and The City of Oklahoma City (City) entered into a Professional Services Agreement (Agreement) with Severn Trent Environmental Services, Inc. (Severn Trent) to operate and maintain the City's wastewater treatment facilities, provide solids management, and industrial pretreatment sampling services.

On December 4, 2017, OCWUT was notified that Inframark, LLC (Inframark) had acquired Severn Trent. OCWUT and the City approved a Joint Resolution assigning the Agreement from Severn Trent to Inframark retroactive to December 4, 2017. OCWUT and the City accepted Inframark's Irrevocable Standby Letter of Credit (LOC), issued by JPMorgan Chase Bank, N.A., effective March 6, 2018. Inframark has requested to replace the LOC issued by JPMorgan Chase Bank, N.A., with an LOC issued by Ally Bank. The LOC issued by Ally Bank is in effect and will remain in effect throughout the term of the Agreement.

Source of Funds:

OCWUT-Sewer Trustee Account-Sewer Trust Operations-WW Treatment Plants-Miscellaneous Service Contract (6510-3990101-W7601-52010028)

Review:

Utilities Department

Recommendation: Irrevocable Standby Letter of Credit be released; and Irrevocable Standby Letter of Credit be approved.