



# UCF Board of Trustees

## *Budget and Finance Committee*

April 16, 2025

### **Agenda Item**

BUDC-1: Mitsubishi Power Contract Renewal

### **Proposed Action**

The Budget and Finance Committee is asked to recommend to the Board of Trustees, on its consent agenda, approval of a nine (9) year contract renewal with Mitsubishi Power.

### **Authority for Board of Trustees Action**

Florida Statutes s. 1001.73. University board empowered to act as trustee.

#### **Supporting Documentation Included**

Attachment A: Contract Summary Form

#### **Facilitators/Presenters**

Jon Varnell, Vice President for Administrative Operations and Chief Infrastructure Officer  
Duane Siemen, Associate Vice President, Utilities and Engineering Services

## **Summary of Key Observations/Recommendations**

Through negotiations with Mitsubishi Power and the university, this contract proposal provides pricing for parts and services for the next nine (9) years of scheduled outages at the UCF Combined Heat and Power (CHP) site. Benefits include:

- A 9-year service agreement with Mitsubishi Power to provide the university with parts and services for scheduled outages at the UCF CHP site at a cost of \$10,740,589.
- Mitsubishi Power will include a 7% discount on all parts being considered as part of this 9-year plan, totaling nearly \$558,000 in savings over the duration of the plan.

## **Additional Background**

N/A

## **Implementation Plan**

No implementation plan is needed, as services will be continuous to current operation.

## **Resource Considerations**

This contract satisfies our contractual SS-1 agreement with Duke Energy.