



CITY OF
CORPUS CHRISTI

AGENDA MEMORANDUM

Action Item for the City Council Meeting April 14, 2026

DATE: April 14, 2026

TO: Peter Zanoni, City Manager

FROM: Bill Mahaffey, Director of Gas Operations
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Compressed Natural Gas Preventive Maintenance and Service for the Gas Department

CAPTION:

Motion authorizing execution of a five-year service agreement with Mcore Energy, LLC, of Arlington, TX, in the amount of \$174,125.00 for preventative maintenance, emergency repairs, and training for the compressed natural gas (CNG) fueling stations operated by the Gas Department, with FY 2026 funding of \$17,412.50 from the Gas Operations Fund.

SUMMARY:

This motion authorizes a five-year service agreement with Mcore Energy, LLC, of Arlington, Texas, to provide preventative maintenance and service for the City of Corpus Christi's Compressed Natural Gas (CNG) fueling stations. The City currently owns and operates two CNG fueling stations: one located at 5352 Ayers Street in Corpus Christi, TX, and the other at 1845 Stadium Drive in Rockport, TX, which was acquired in FY 2025. These facilities are essential for supporting municipal, commercial, and private fleet operations. This agreement will ensure the continued safety, reliability, and operational efficiency of these stations through scheduled maintenance and prompt service responses.

BACKGROUND AND FINDINGS:

The City of Corpus Christi operates two critical Compressed Natural Gas (CNG) fueling stations that support municipal, commercial, and private fleet operations. These services are essential to ensuring the continued safety, efficiency, and reliability of the City's CNG infrastructure, which supports both public and private fleet operations. Both stations are critical to the City's efforts to reduce emissions, lower fuel costs, and promote the use of cleaner alternative fuels.

The primary station located at 5352 Ayers Street features two dispensers servicing up to four vehicles. The City's CNG fleet exceeds 200 vehicles, including approximately 60 utility and solid waste trucks. The Ayers fueling station also serves large commercial clients, including Republic Waste Management, AT&T, Central Freight Lines, and Building Product Transport. The second station, located at 1845 Stadium Drive in Rockport, supports a private fleet serving the Aransas County Independent School District.

To ensure the reliability and longevity of these critical assets, a comprehensive preventative maintenance service agreement is essential. This agreement will provide proactive inspections, scheduled servicing, and routine maintenance to reduce downtime, improve system performance, and extend the life of the infrastructure.

PROCUREMENT DETAIL:

Finance & Procurement conducted a competitive Request for Bids process to secure a long-term agreement for preventative maintenance, emergency repairs, and training for the compressed natural gas (CNG) pumping stations operated by the Gas Department. The City received three responses; staff recommends awarding the contract to the lowest, responsive, responsible bidder, Mcore Energy, LLC.

ALTERNATIVES:

Choosing not to enter into a service agreement could result in longer periods of equipment downtime during failures, which may reduce revenue and hinder the City's ability to maintain consistent service to its customers.

FISCAL IMPACT:

The fiscal impact for Gas Operations in FY 2026 is an amount of \$17,412.50 from the Gas Fund. The remaining cost of \$156,712.50 will be funded through the annual budget process.

Funding Detail:

Fund:	4130 Gas Fund
Organization/Activity:	34105 Compressed Natural Gas
Department:	11
Project # (CIP Only):	N/A
Account:	530215 Maintenance & Repairs – Contracted

RECOMMENDATION:

Staff recommends approval of this motion as presented.

LIST OF SUPPORTING DOCUMENTS:

Service Agreement
Bid Tabulation