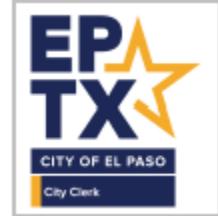


CITY OF EL PASO, TEXAS
AGENDA ITEM
DEPARTMENT HEAD'S SUMMARY FORM



DEPARTMENT: El Paso International Airport
Purchasing & Strategic Sourcing

AGENDA DATE: February 3, 2026

PUBLIC HEARING DATE: N/A
Tony Nevarez, Director
Claudia A. Garcia, Director

DISTRICT(S) AFFECTED: 3

PHONE NUMBER: (915) 474-2424
PHONE NUMBER: (915) 212-0043

SUBJECT:

Discussion and action on a resolution authorizing the Director of Purchasing & Strategic Sourcing to notify KR Contracting, Inc. that the City is terminating Contract No. 2024-0056 Security Guard Services – Airport for default, pursuant to Contract Clauses (Terms & Conditions) – Section 8, Part B. of this contract, due to accumulated numerous security violations, and performance deficiencies, resulting in Letters of Investigation from the Transportation Security Administration (TSA) and Notices of Violation from the El Paso International Airport. These violations constitute non-compliance with federal security regulations. The termination shall be effective as of March 19, 2026.

BACKGROUND / DISCUSSION:

KR Contracting, Inc. was notified of unsatisfactory performance in multiple instances with no improvements made after the notifications. Therefore, a formal cure process was initiated. The vendor was afforded the opportunity to submit and implement a Corrective Action Plan to improve performance and remedy identified deficiencies, under the cure process. The plan was approved, and vendor was allotted a thirty (30) day cure period to execute the approved plan. During this time, the approved Corrective Action Plan was not executed by vendor, causing them to not to meet contractual requirements. To maintain compliance with federal security regulations, and in recognition of the critical nature of airport operations, we are requesting termination of the contract for default.

COMMUNITY AND STAKEHOLDER OUTREACH:

N/A

SELECTION SUMMARY:

N/A

CONTRACT VARIANCE:

N/A

PROTEST

N/A

PRIOR COUNCIL ACTION:

On February 27, 2024, City Council approved the award of contract 2024-0056 to KR Contracting, Inc. for an initial term of 3 years for a total estimated amount of \$6,178,869.90.

AMOUNT AND SOURCE OF FUNDING:

Amount: N/A

Funding Source: N/A

Account: N/A

REPORTING OF CONTRIBUTION OR DONATION TO CITY COUNCIL:

Report any contributions or donations to City Council of an accumulated total of \$500 or more. Report the name of the elected official and the amount.

NAME	AMOUNT (\$)
N/A	

*******REQUIRED AUTHORIZATION*******

DEPARTMENT
HEAD:



Tony Nevarez, Aviation Director



Claudia A. Garcia – Director of Purchasing & Strategic Sourcing

**PROJECT FORM
(Termination)**

*******POSTING LANGUAGE BELOW*******

Please place the following item on the **Regular Agenda** for the City Council Meeting of **February 3, 2026**

Discussion and action on a resolution authorizing the Director of Purchasing & Strategic Sourcing to notify KR Contracting, Inc. that the City is terminating Contract No. 2024-0056 Security Guard Services – Airport, pursuant to Contract Clauses (Terms & Conditions) – Section 8, Part B. of this contract, due to accumulated numerous security violations, and performance deficiencies, resulting in Letters of Investigation from the Transportation Security Administration (TSA) and Notices of Violation from the El Paso International Airport. These violations constitute non-compliance with federal security regulations and that the termination shall be effective as of March 19, 2026.

R E S O L U T I O N

WHEREAS, on February 27, 2024, the City of El Paso (“City”) awarded Contract No. 2024-0056 Security Guard Services - Airport (“Contract”) to the following vendor (“Vendor”):

1. KR Contracting, Inc.

WHEREAS, pursuant to the Attribute 28, Contract Clauses (Terms & Conditions) – Section 8, Part B. Termination for Default, the City is authorized to terminate the Contract for Default; and

WHEREAS, vendor has accumulated numerous security violations, resulting in Letters of Investigation from the Transportation Security Administration (TSA) and Notices of Violation from the El Paso International Airport. These violations constitute non-compliance with federal security regulations and raise serious concerns regarding the vendor’s ability to safely and reliably perform under this contract; and

WHEREAS, the City desires to terminate the Contract for Default.

NOW, THEREFORE, BE IT RESOLVED BY CITY COUNCIL OF THE CITY OF EL PASO:

That the Director of Purchasing & Strategic Sourcing is authorized to notify KR Contracting, Inc. that the City is terminating Contract No. 2024-0056 Security Guard Services - Airport, pursuant to Contract Clauses (Terms & Conditions) – Section 8, Part B. of this contract, due to accumulated numerous security violations, resulting in Letters of Investigation from the Transportation Security Administration (TSA) and Notices of Violation from the El Paso International Airport. These violations constitute non-compliance with federal security regulations and that the termination shall be effective as of March 19, 2026

APPROVED this _____ day of _____, 2026.

THE CITY OF EL PASO:

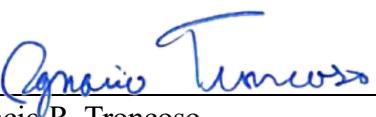
Renard U. Johnson
Mayor

ATTEST:

Laura D. Prine
City Clerk

[Signatures continue on following page]

APPROVED AS TO FORM:



Ignacio R. Troncoso
Assistant City Attorney

APPROVED AS TO CONTENT:



Claudia A. Garcia, Director
Purchasing & Strategic Sourcing Department

APPROVED AS TO CONTENT:



Tony Nevarez, Aviation Director
El Paso International Airport