City of Denton



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

AGENDA INFORMATION SHEET

DEPARTMENT: Capital Projects/Engineering/Public Works

ACM: Cassandra Ogden

DATE: April 2, 2024

SUBJECT

Consider adoption of an ordinance of the City of Denton, Texas, authorizing the City Manager to execute a supplement to the agreement for street lighting service by and between Oncor Electric Delivery Company LLC and the City of Denton for Townsend Green Phase 2 – McKinney Street and Trinity Road authorizing the expenditure of funds; and providing for an effective date.

BACKGROUND

While the majority of the City of Denton receives electric service from Denton Municipal Electric, some of the more recently annexed areas of the community receive service from Oncor Electric Delivery Company LLC (Oncor). In the Denton areas receiving Oncor service, Oncor owns and is responsible for providing power to streetlights.

When new developments are constructed, Oncor installs and constructs its baseline wooden pole streetlights. If a developer or other customer is interested in a different type of streetlight fixture, the developer is required to make a contribution to Oncor in aid of construction. Each contribution-in-aid-of-construction arrangement requires a supplemental agreement to the Master Streetlight Agreement. The City of Denton acts as the primary "customer" to Oncor and pays for those enhanced streetlight facilities through its annual street lighting budget. Monthly invoices are sent to the City, where the amounts are verified and paid out of the general fund. This budget is calculated yearly based on the number of streetlights in service and the estimated amount that will be placed in service for the given year.

The Master Streetlight Agreement outlines the general conditions for Oncor's provision of streetlight services to City residents and other customers that reside in areas serviced by Oncor with an initial term of ten years. The Master Streetlight Agreement was approved by the City Council on Dec. 14, 2021 (Ordinance No. 21-2574). Each individual development will require a supplement to the Master Streetlight agreement. Each supplement will be brought forward to the City Council for individual consideration and will govern specific changes necessary for each development. The first supplement to the Master Streetlight agreement was for Country Club Terrace, and was approved by City Council on Dec. 14, 2021 (Ordinance No. 21-2570).

This proposed supplement to the Master Streetlight Agreement is for Townsend Green – McKinney Street and Trinity Road ("Townsend Green") provides additional data specific to the named residential development. Specifically, the types of lighting, quantity, wattage, lamp type, rate schedule, and location of each streetlight.

RECOMMENDATION

Staff recommends approval of the ordinance.

ESTIMATED SCHEDULE OF PROJECT

This supplemental agreement will have the same term as the Master Streetlight Agreement. The Master Streetlight Agreement shall remain in effect for an initial term of 10 years and from year to year thereafter until canceled by either party consistent with the terms of the agreement. After the expiration of the initial 10-year term, the Agreement may be terminated by either party upon 90 days written notice to the other party. Unless specifically amended in the supplement language, each supplement will resort to the effectual time frames laid out in the Master Street Light Agreement.

OPERATIONAL IMPACT

This supplemental agreement is required when new developments within City limits are located in the Oncor service area and the desired installation of streetlight fixtures that are different than the baseline wooden pole streetlights.

EXHIBITS

Exhibit 1 – Agenda Information Sheet Exhibit 2 – Ordinance and Agreement

> Respectfully submitted: Trevor Crain, PMP Director of Capital Projects

For information concerning this agreement, contact Wesley M. McBride, CPII, at 940-349-8906.

Legal point of contact: Benjamin Samples, at 940-349-8312.