



City of Denton

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

AGENDA INFORMATION SHEET

DEPARTMENT: Capital Projects

CM/ DCM/ ACM: Mario Canizares

DATE: September 19, 2017

SUBJECT

Consider adoption of an ordinance approving a utility reimbursement agreement between the City of Denton and Atmos Energy; providing for the payment of two hundred twenty thousand seventy eight dollars and ten cents (\$220,078.10) to Atmos Energy for the relocation of its "F-8 (2nd)" gas pipeline located in the 1000 block of South Mayhill Road in conjunction with the current Mayhill Widening and Improvements project; authorizing the City Manager to execute the agreement; and providing an effective date. (Mayhill Widening and Improvements project – gas pipeline conflict)

BACKGROUND

The City of Denton is presently undertaking the Mayhill Road Widening & Improvements project, constituting the widening of a two lane rural road to a four lane urban section from US Highway 380 (University Drive) to North of Edwards Road.

Atmos Energy Corporation (Atmos) has an existing 8-inch diameter gas pipeline that crosses Mayhill Road at Project plan Station 182+60, which is in direct conflict with the City of Denton's planned road improvements. A portion of Atmos' conflicting gas pipeline infrastructure is situated within the pre-project right-of-way cross section of Mayhill Road, approximately 60 feet in width, and as such is subject to compelled franchise rearrangement cost requirements. It is located in preexisting easements owned by Atmos, approximately 282 lineal feet overall, therefore necessitating that a portion of the costs for rearrangement of said infrastructure be borne by the City of Denton, on a prorated basis in respect to the overall costs for subject gas pipeline rearrangement.

The City and Atmos desire to enter into a Gas Pipeline Rearrangement Agreement (the "Agreement") to provide for the rearrangement of Atmos' conflicting gas pipeline infrastructure so that the project can proceed without delay.

RECOMMENDATION

Approve the Ordinance.

ESTIMATED SCHEDULE OF PROJECT

Anticipated start date: October 1, 2017

PRIOR ACTION/REVIEW (Council, Boards, Commissions)

None

FISCAL INFORMATION

This project will be funded by JDE Account No. 350283402.1360.40100.

STRATEGIC PLAN RELATIONSHIP

The City of Denton's Strategic Plan is an action-oriented road map that will help the City achieve its vision. The foundation for the plan is the five long-term Key Focus Areas (KFA): Organizational Excellence; Public Infrastructure; Economic Development; Safe, Livable, and Family-Friendly Community; and Sustainability and Environmental Stewardship. While individual items may support multiple KFAs, this specific City Council agenda item contributes most directly to the following KFA and goal:

Related Key Focus Area: Public Infrastructure

Related Goal: 2.1 Optimize resources to improve quality of City Roadways

EXHIBITS

Respectfully submitted:
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Real Estate Manager

Prepared by:
Amy B. Parish
Senior Real Estate Analyst