
City Council Regular Meeting

DEPARTMENT: Public Works & Engineering
FROM: Errick Thompson, P.E., CFM®, Director
MEETING: November 13, 2023

SUBJECT:

Consider approval of a Reimbursement Agreement and an amendment to the permanent easement with Texas Midstream Gas Services L.L.C. for relocation of the existing 12" gas pipeline located on the south side of the Burleson Police Department complex in the amount of \$1,197,000.00. (*Staff Presenter : Errick Thompson, Director of Public Works & Engineering*)

SUMMARY:

On May 6, 2022, the voters of Burleson approved a \$36,417,000 project to expand the Burleson Police Department Headquarters as part of the 2022 General Obligation Bond Program.

The existing 12" Texas Midstream Gas Services L.L.C. pipeline bisects the property affecting potential development of the site. In order to maximize use of the property, staff contacted Texas Midstream Gas Services L.L.C. to investigate the relocation of the pipeline.

Texas Midstream has prepared the attached Reimbursement Agreement to formalize and confirm City of Burleson payment obligations for the construction of the relocated line. The construction timeline for the pipeline relocation is anticipated to be between six to twelve months.

The agreement provides that the City will make upfront payment of the \$1,197,000.00 estimated construction cost for the relocation. Texas Midstream will provide monthly progress statements including detailed costs for City review. Any cost underruns at the conclusion of the project will be returned to the City.

Per the August 21, 2023 City Council meeting staff was given direction to proceed with the gas line relocation; however, they requested that staff fund the relocation with an alternative source other than the public safety GO bond funds. At the recent October 16, 2023 City Council meeting staff was authorized to use additional debt capacity to fund this gas line relocation.

OPTIONS:

- 1) Approve a Reimbursement Agreement and dedication of 30' permanent easement to Texas Midstream Gas Services L.L.C. for relocation of the existing 12" gas pipeline located on the south side of the Burleson Police Department complex in the amount of \$1,197,000.00.

- 2) Deny a Reimbursement Agreement and dedication of 30' permanent easement to Texas Midstream Gas Services L.L.C. for relocation of the existing 12" gas pipeline located on the south side of the Burleson Police Department complex in the amount of \$1,197,000.00.

RECOMMENDATION:

Approve a Reimbursement Agreement and dedication of 30' permanent easement to Texas Midstream Gas Services L.L.C. for relocation of the existing 12" gas pipeline located on the south side of the Burleson Police Department complex in the amount of \$1,197,000.00.

PRIOR ACTION/INPUT (Council, Boards, Citizens):

- May 6, 2022 citizens voted and approved expansion of the Burleson Police Department Headquarters as part of the 2022 General Obligation Bond Program.

- September 9, 2022 City Council approved a Relocation Scope Reimbursement Agreement with Texas Midstream Gas Services L.L.C. for preliminary design services associated with the relocation of the existing gas pipeline located on the south side of the Burleson Police Department complex in the amount of \$60,000.00.

FISCAL IMPACT:

Fund Source:	Additional Debt Capacity
Amount:	\$1,197,000.00
Project (if applicable):	FA2301

STAFF CONTACT:

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