

## CITY OF MARSHALL AGENDA ITEM REPORT

<b>Presenter:</b>	Jason Anderson
<b>Meeting Date:</b>	Tuesday, April 8, 2025
<b>Category:</b>	CONSENT AGENDA
<b>Type:</b>	ACTION
<b>Subject:</b>	Firm Gas Service Extension Agreement with Great Plains Natural Gas - Airpark East
<b>Background Information:</b>	<p>The City is currently constructing a snow removal equipment and maintenance building (SRE building) in the Airpark East development area at the Southwest Minnesota Regional Airport. City staff has been working with Great Plains Natural Gas (GPNG) to coordinate an extension of gas main into Airpark East to serve the new SRE building. In addition, the gas main will be available to serve the newly constructed private hangar and any future development in Airpark East.</p> <p>This agreement was originally brought to City Council on July 9, 2024, where City Council authorized the execution of this gas extension agreement. The agreement is being brought back to Council for authorization to execute again because the prior agreement expired on December 1, 2024 and the work was not yet completed. The new agreement is the same agreement, with an agreement expiration of December 31, 2025. It is GPNG's intent to complete the work in summer 2025.</p> <p>To service Airpark East, GPNG intends to extend gas main from existing facilities located at the northwest quadrant of Channel Parkway and MN 19. The extension would run parallel with the Diversion Channel and would be located on Diversion Channel property, before heading into Airpark East at Madrid Circle.</p>
<b>Fiscal Impact:</b>	The preliminary estimate for City participating costs in the gas main extension is \$57,386. Actual cost may vary depending on contractor bids to GPNG. The City has budgeted \$90,000 in SRE project funding for electric and gas infrastructure to serve the building.
<b>Alternative/ Variations:</b>	No alternative actions recommended.
<b>Recommendations:</b>	that the Council authorize the execution of the attached Firm Gas Service Extension Agreement with Great Plains Natural Gas.