



## ENGINEERING SERVICES

**To:** Mayor and Town Council

**From:** Lindy M. Higginbotham, P.E., Senior Engineer

**Through:** Mario Canizares, Town Manager  
Chuck Ewings, Assistant Town Manager  
Hulon T. Webb, Jr., P.E., Director of Engineering Services  
Pete Anaya, P.E., Assistant Director of Engineering – Capital Projects

**Re:** Standard Utility Agreement – Frontier Parkway (FM 1461) from Preston Road (SH 289) to Custer Road (FM 2478)

Town Council Meeting – June 9, 2026

### Strategic Visioning Priority: Accelerate Infrastructure Delivery

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#### **Agenda Item:**

Consider and act upon authorizing the Town Manager to execute a Standard Utility Agreement (SUA) U-Number U00026000 between the Texas Department of Transportation and the Town of Prosper, Texas, for the reimbursement of costs incurred in adjustment and relocation of the Town's water facilities along Frontier Parkway (FM 1461), up to the amount of eligibility for State participation.

#### **Description of Agenda Item:**

As part of the design of the Texas Department of Transportation (TxDOT) future plans to widen Frontier Parkway (FM 1461) through the Town of Prosper, the Town has to relocate an existing 12-inch water line. The Town's existing 12-inch water line is located primarily within a separate utility easement parallel to the existing Frontier Parkway south Right-of-Way (ROW) between Preston Road (SH 289) and Custer Road (FM 2478). The proposed ROW of FM 1461 will extend past the Town of Prosper's existing easements.

The attached SUA will reimburse the Town of Prosper for the adjustment and relocation costs associated with the 12-inch water line to avoid conflicts with the widening of the new roadway. The attached SUA includes estimated costs associated with construction, professional services, land acquisition, and Town of Prosper engineering, administrative, and inspection costs. These estimated costs will be adjusted at the completion of the project for final payment.

#### **Budget Impact:**

The Standard Utility Agreement (SUA) is comprised of several items including Estimated Construction Costs of \$7,351,613, Professional Service costs of \$399,900, Easement costs of \$602,250, and Town of Prosper Engineering, Administration, and Inspection costs of \$52,060. The SUA is a reimbursement contract that will reimburse the Town for costs incurred based on a calculated eligibility ratio estimated to be 89.69% or a reimbursement of \$7,539,071.58, based on

the Estimated Costs in the SUA. At the conclusion of the project, the Town will provide an accounting of all actual costs and the actual reimbursement amount will be calculated based on the eligibility ratio of 89.69%.

The water line relocation project bid was awarded last year in the amount of \$4,085,802.90, which is significantly less than the \$7,351,613 Estimated Construction Costs in the SUA. Final accounting of all actual costs is being prepared and will be provided to TxDOT after approval of the SUA. The actual reimbursement amount will reflect the construction cost savings.

**Legal Obligations and Review:**

Terrence Welch of Brown & Hofmeister, L.L.P., has approved the attached documents as to form and legality.

**Attached Documents:**

1. TxDOT Standard Utility Agreement U-Number U00026000
2. Relocation Exhibit with Cost Breakdown
3. Exception to Policy Authorization

**Town Staff Recommendation:**

Town staff recommend that the Town Council authorize the Town Manager to execute a Standard Utility Agreement (SUA) U-Number U00026000 between the Texas Department of Transportation and the Town of Prosper, Texas, for the reimbursement of costs incurred in adjustment and relocation of the Town's water facilities along Frontier Parkway (FM 1461), up to the amount of eligibility for State participation.

**Proposed Motion:**

I move to authorize the Town Manager to execute a Standard Utility Agreement (SUA) U-Number U00026000 between the Texas Department of Transportation and the Town of Prosper, Texas, for the reimbursement of costs incurred in adjustment and relocation of the Town's water facilities along Frontier Parkway (FM 1461), up to the amount of eligibility for State participation.