

City Council Meeting

Agenda Item

Data Sheet

Meeting Date: January 19, 2026

Topic:

Workshop Discussion Only – Approve a Professional Services Agreement with Engineered Utility Solutions, Inc. for Project Number 2026-10001, City Gas Gate 4, for a total contract amount not-to-exceed \$145,445, approve the expenditure of funds therefor, and authorize the City Manager to execute any and all documents related to the purchases. This expenditure is included in the adopted 2026-2031 Capital Improvement Plan.

Background:

The City completed the Gas Master Plan in 2025 and presented the overall plan and identified capital improvement projects to City Council in November 2025. The final Gas Master Plan includes the need for a fourth City Gas Gate (New City Gas Gate 4), to be located on the western edge of the city limits to ensure adequate gas supply. The proposed location for the project is the south side of FM 2920 near the Park Road intersection at a location adjacent to/between an existing Si Energy station and an existing city-owned lift station.

The proposed project will include the construction of a fourth city gas gate on a 50' x 50' site and include a tie-in to the existing system with required modifications. Staff has worked with Engineered Utility Solutions, Inc. to develop a proposal that includes coordination with Si Energy for the connection to their transmission line or exploring a connection with Kinder Morgan, design of the gas gate, and construction oversight.

The project was included in the adopted 2026-2031 Capital Improvement Plan. Staff is requesting that this project be added to the Fiscal Year 2025-2026 Capital Improvement Project, to be paid from unobligated funds from the 2016 Medical Complex bond.

City Gas Gate 4		
Project Element	Total Contract	Remaining Contract Amount
Engineering – EUSI	\$145,445	N/A
Land Acquisition*	\$100,000	N/A
Estimated Construction*	\$1,019,555	N/A
Project Budget \$1,265,000	Total Contracts \$145,445	Remaining Funding \$1,119,555

*Land Acquisition and Construction is an estimate only – OPCC will be completed as part of the design

Origination: Project Management

Recommendation:

Staff recommends approving a Professional Services Agreement with Engineered Utility Solutions, Inc. for the design and construction oversight of the proposed City Gas Gate 4 for a total contract amount not-to-exceed \$145,445.

Party(ies) responsible for placing this item on agenda: Meagan Mageo, Project Manager

FUNDING (IF APPLICABLE)

Are funds specifically designated in the current budget for the full amount required for this purpose?

Yes: _____ No: _____ If yes, specify Account Number: #400-615-6409

If no, funds will be transferred from account # _____ To account # _____

Signed Meagan Mageo Approved by _____
Staff Member Date _____ City Manager _____ Date _____