

# CITY OF ORLANDO COUNCIL AGENDA ITEM

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**Items Types:**

Ordinances/1st Read

**District:** ALL**Contract ID:****Exhibits:** Yes**Grant Received by City?:** No**For Meeting of:**

September 15, 2016

**From:****Document Number:****On File (City Clerk) :** Yes      **Draft Only:** No

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**Subject:**

Ordinance No. 2016-77 Approving Natural Gas Franchise Agreement for Peoples Gas System

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**Summary:**

The City of Orlando granted a non-exclusive Natural Gas Franchise to Peoples Gas System, a division of Tampa Electric Company, in 2006 for a ten year term (until 2016). Peoples Gas System/TECO and City staff have negotiated a new franchise agreement with the same terms as the previous Franchise Agreement, including the 6% Franchise Fee. The term of the non-exclusive franchise is ten (10) years through 2026, with an option to an additional ten (10) year renewal term upon agreement by Peoples Gas System/TECO and the City. Construction standards and specifications for the system in the City's rights-of-way are subject to the City's approval and insurance and indemnification requirements are imposed. A non-assignability clause prevents the system from being transferred to another entity without the advance written approval of the City.

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**Fiscal & Efficiency Data:** The City will continue to receive franchise fee revenue for the use of the City's rights-of-way.

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**Recommended Action:**

Approval of the attached Ordinance No. 2016-77 as drafted and authorization for the Mayor/Mayor Pro Tem and City Clerk to execute the same upon adoption, subject to review and approval by the City Attorney's Office.

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Agenda Item attachment(s) on file in the City Clerks Office.

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**Note:** *All agenda items must be in the City Clerk's office by Noon Friday, six(6) business days prior to the regular Monday City Council meeting.*

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**Contact:** Christopher McCullion, Mary Pappas**Approved By:****Department****Date and Time**

Budget Outside Routing Approval 9/7/2016 3:08 PM  
City Clerk 9/7/2016 3:17 PM

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