



## City Council Regular Meeting AGENDA ITEM

NUMBER: 27

**SUBJECT:**

Natural Gas Franchise Agreement with Southwest Gas Corporation to Allow for the Operation and Maintenance of a Natural Gas Distribution System and all Necessary Appurtenances in the Incorporated Limits of the City of North Las Vegas. (Citywide) (For Possible Action; Recommendation – Approve)

**REQUESTED BY:**

Michael Hudgeons, Director of Public Works

**WARD:**

(Citywide)

**RECOMMENDATION OR RECOMMEND MOTION:**

That the City Council approve the Natural Gas Franchise Agreement with Southwest Gas Corporation.

**FISCAL IMPACT:**

5% of Franchisee's Gross Revenue

**ACCOUNT NUMBER:**

N/A

**STAFF COMMENTS AND BACKGROUND INFORMATION:**

In 2004 the City and Southwest Gas Corporation entered into a Natural Gas Franchise Agreement for the operation and maintenance of a natural gas distribution system and all necessary appurtenances in the incorporated limits of the City of North Las Vegas for a term of ten (10) years, beginning retroactively on March 1, 2003, and with the option for two five-year term extensions. On July 6, 2011, the City approved a five-year term extension of the 2004 Agreement, extending the term to February 28, 2018.

Southwest Gas Corporation applied for a continuation of this Natural Gas Franchise Agreement. The parties have engaged in extensive discussion about the terms of the new agreement. The attached agreement is the final draft for City Council's consideration.

If approved, this agreement will be for a term of ten (10) years, effective September 4, 2024 with the option for the City Manager to grant up to two (2) extensions of five years under the same terms and conditions.

CIP No.	Related Item:	
LIST CITY COUNCIL GOAL(S): Safe and Livable Community, Well - Planned Quality Growth		
PREPARED BY:	Respectfully Submitted	MEETING DATE:
Michael Hudgeons, Director of Public Works	Micaela R. Moore, City Manager	September 4, 2024

