

City of Fort Worth, Texas

Mayor and Council Communication

DATE: 09/30/25 M&C FILE NUMBER: M&C 25-0933

LOG NAME: 20SWM RANDOL MILL HROM ATMOS AGREEMENT

SUBJECT

(CD 5) Authorize Execution of a Reimbursement Agreement with Atmos Energy Corporation in the Amount of \$419,000.00 for Gas Facilities Relocations to Accommodate the Randol Mill Hazardous Road Overtopping Mitigation Project, Adopt Appropriation Ordinances, and Amend the Stormwater Fiscal Years 2025-2029 Capital Improvement Program

RECOMMENDATION:

It is recommended that the City Council:

1. Authorize execution of a reimbursement agreement with Atmos Energy Corporation in the amount of \$419,000.00 for gas facilities relocations to accommodate the Randol Mill Hazardous Road Overtopping Mitigation project (City Project No. 104092);
2. Adopt the attached appropriation ordinance adjusting estimated receipts and appropriations in the Drainage Revenue Bonds Series 2023 Fund, by increasing estimated receipts and appropriations in the Randol Mill Hazardous Road Overtopping Mitigation project (City Project No. 104092) in the amount of \$200,000.00 and decreasing estimated receipts and appropriations in the SW Hazardous Rd Overtopping programmable project (City Project No. P00120) by the same amount;
3. Adopt the attached appropriation ordinance adjusting estimated receipts and appropriations in the Stormwater Capital Projects Fund, by increasing estimated receipts and appropriations in the Randol Mill Hazardous Road Overtopping Mitigation project (City Project No. 104092) in the amount of \$219,000.00 and decreasing estimated receipts and appropriations in the SW Hazardous Rd Overtopping programmable project (City Project No. P00120) by the same amount; and
4. Amend the Fiscal Years 2025-2029 Capital Improvement Program.

DISCUSSION:

Approval of this Mayor and Council Communication (M&C) will authorize execution of a Reimbursement Agreement with Atmos Energy Corporation, in an amount of \$419,000.00, to reimburse Atmos for the cost of acquiring an easement and the reconstruction of gas facilities that need to be relocated for the construction of the Randol Mill Hazardous Road Overtopping Mitigation (HROM) project. The City is responsible for the costs associated with the relocation of a meter station that is located outside of the existing right-of-way but within the proposed right-of-way.

The improvements for the Randol Mill HROM project include a realignment of the roadway away from the floodplain. There are existing Atmos facilities along a portion of the new roadway alignment that are in conflict with the proposed right-of-way and improvements for this project, resulting in the need to relocate these facilities. This cost includes acquisition of new easements, design costs, and construction costs.

The 2020 Stormwater Revenue Bonds, 2023 Stormwater Revenue Bonds, and the Stormwater Capital Projects fund will fund this project. A separate M&C to allocate funding toward and award of the construction contract is anticipated to be brought to Council next month.

The table below summarizes the total funding for the project:

Fund	Existing Appropriations	Additional Appropriations	Project Total
Drainage Rev Bonds Series 2020 – Fund 52007	\$633,000.00	\$0.00	\$633,000.00
Stormwater Capital Project – Fund 52002	\$1,682,000.00	\$219,000.00	\$1,901,000.00
Drainage Rev Bonds Series 2023 – Fund	\$0.00	\$200,000.00	\$200,000.00

52008			
Project Total	\$2,315,000.00	\$419,000.00	\$2,734,000.00

Funding for this agreement was not included in the Fiscal Years (FY) 2025-2029 Capital Improvement Program due to unknown conditions related to the Atmos facilities. The action in this M&C will amend the FY2025-2029 Stormwater Capital Improvement Program as approved in connection with Ordinance 27107-09-2024.

Funding is budgeted in the SW Hazardous Rd Overtopping programmable project within the Stormwater Capital Projects and Drainage Revenue Bonds Series 2023 Funds for the Transportation & Public Works Department for the purpose of funding the Randol Mill HROM project.

The project is located in COUNCIL DISTRICT 5.

A Form 1295 is not required because: This contract will be with a gas utility: Atmos

FISCAL INFORMATION / CERTIFICATION:

The Director of Finance certifies that funds are currently available in the SW Hazardous Rd Overtopping programmable project within the Stormwater Capital Projects and Drainage Rev Bonds Series 2023 Funds and upon approval of the above recommendations and adoption of the attached appropriation ordinances, funds will be available in the Stormwater Capital Projects and Drainage Rev Bonds Series 2023 Funds for the Randol Mill HROM project. Prior to any expenditure being incurred, the Transportation & Public Works Department is responsible for verifying the availability of funds.

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