

IMPACT STATEMENT

Legislation title: Extend term of franchise granted to Northwest Metal Fab & Pipe, Inc. to construct, operate and maintain a conduit system within City streets (Ordinance; amend Ordinance No. 180044)

Contact name: Melvin Riddick

Contact phone: 3-0066

Presenter name: Melvin Riddick

Purpose of proposed legislation and background information:

In 2006, Council first approved a franchise for Northwest Metal Fab and Pipe, Inc. to maintain a conduit system in the City. In 2016, City Council granted a two-year extension. The company expressed an interest in selling the conduit system to a third party. City staff is currently negotiating a renewal franchise with Northwest Metal Fab or its successor. City staff recommends that the Council extend the existing franchise through March 3, 2019 to allow time for the company to explore selling the system. In the meantime, the parties will continue negotiations for a new agreement which will be required at the end of this extension regardless of whether a buyer is located.

Financial and budgetary impacts:

The City will continue to receive franchise fees for use of the right of way from Northwest Metal Fab for approximately \$20,000 per year.

Community impacts and community involvement:

N/A

Budgetary Impact Worksheet

Does this action change appropriations?

☐ **YES:** Please complete the information below.

☒ **NO:** Skip this section

Fund	Fund Center	Commitment Item	Functional Area	Funded Program	Grant	Sponsored Program	Amount