



TOWN OF ERIE

645 Holbrook Street
Erie, CO 80516

Town Council

Board Meeting Date: 8/8/2017

File #: 17-295, Version: 1

SUBJECT: CONSENT

A Resolution For The Purpose Of Granting an Encroachment License Agreement to Saddle Butte Rockies Midstream LLC for Construction of Oil and Gas Related Pipelines in Town Right-of-way, And Setting Forth Details In Relation Thereto.

DEPARTMENT: Public Works

PRESENTER: Gary Behlen, Director of Public Works
Matt Wiederspahn, P.E., Development Engineer

FISCAL INFORMATION:

Cost as Recommended: N/A
Balance Available: N/A
Budget Line Item Number: N/A
New Appropriation Required: N/A

STAFF RECOMMENDATION: Approving Resolution Authorizing the Mayor to sign an Encroachment License Agreement.

SUMMARY AND BACKGROUND OF SUBJECT MATTER:

Saddle Butte Pipeline is proposing to install a 10 inch crude oil pipeline that crosses Town right-of-way on Weld County Road 6 and Weld County Road 7 that connects to the Crestone Peak Resources Hub Facility. The Encroachment Licenses will grant Saddle Butte Pipeline the right to use the Town's right-of-way for these pipelines and allows the Town to terminate the agreement at any time with a 90 day notice.

Staff has also recently revised the Encroachment Agreement to include three new requirements on the license holder including:

1. License holder must provide Record or As-Built Drawings of the encroachments after the pipelines are constructed.
2. License holder must place physical markers where any pipelines enter or exit Town property or right-of-way.
3. License holder must provide the Town a map showing the entire extents of the pipeline through Town limits, regardless of if it is on Town property or right-of-way.

Staff is recommending approving the resolution and authorizing the Mayor to sign the Encroachment License Agreements.

ATTACHMENTS:

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- a. Resolution
- b. Encroachment License Agreement
- c. Overall Pipeline Map