



City of Boynton Beach Agenda Item Request Form

Meeting Date: 03/23/2026

Proposed Resolution No. R26-037- Approving the Franchise Agreement between the City of Boynton Beach and Florida Public Utilities Company for a 15-year initial term with the option of an additional 15-year renewal (30 years total) with a 6% franchise fee paid quarterly.

Requested Action:

Staff recommends approval of Proposed Resolution No. R26-037.

Explanation of Request:

The proposed resolution approves a revised Franchise Agreement granting Florida Public Utilities Company (FPU) a non-exclusive right to operate and maintain a natural gas distribution system within the City's rights-of-way. The agreement includes:

- A 15-year initial term with an option for a 15-year renewal.
- A 6% franchise fee on gross revenues from residential and commercial customers.

This agreement replaces all prior franchise agreements between the City and FPU.

How will this affect city programs or services?

The agreement ensures continued, regulated access to natural gas services for residents and businesses, while protecting the City's infrastructure and legal interests. It also provides a stable revenue stream through franchise fees.

Budgeted Item: Yes

Account Line Item and Description:

001-0000-323.40-01 Gas / Florida Public Utilities

Fiscal Impact:

The City will receive quarterly franchise fee payments equal to **6% of gross revenues** from FPU's residential and commercial customers within City limits. This revenue supports general fund operations and offsets costs associated with right-of-way management.

Attachments:

[R26-037 Agenda_Item_4307-2026_Florida_Public_Uilities_FPU_Franchise_Agmt.docx](#)

[Exhibit A to Resolution - FPU_Franchise_Agreement.pdf](#)