



Agenda Item No: 1.g

PLACENTIA CITY COUNCIL AGENDA REPORT

Meeting Date: December 2, 2025

Submitted by: Matthew Di Mario

From: Public Works

Subject:

RESOLUTION RELATING TO A FRANCHISE WITH CRIMSON CALIFORNIA PIPELINE, L.P. FOR THE OPERATION AND MAINTENANCE OF 846 LINEAR FEET OF PIPELINE IN THE CITY

Financial Impact:

Fiscal Impact:

There is no fiscal impact associated with the recommended action.

Summary:

On September 7, 1999, Placentia City Council granted a franchise for the operation and maintenance of 846 linear feet of 6-inch pipeline in the City under Ordinance No. 99-O-122. This franchise was initially granted to Tosco Corporation, but due to company purchases and acquisitions, Resolution No. R-2006-07, authorized the transfer of the franchise to ConocoPhillips Company. On July 1, 2008, ConocoPhillips Company sold its pipeline system to Crimson California Pipeline, L.P. (Crimson) and Resolution No. R-2009-13, granted Crimson the franchise.

The current franchise has expired, and Crimson is requesting the City grant another franchise for an additional 25 years. A public hearing is required to adopt an Ordinance for the renewal of the franchise. This item recommends the City Council adopt Resolution No. R-2025-72, to set a public hearing at a future date of January 13, 2026, for the first reading of the Ordinance.

Recommendation:

Recommended Action: It is recommended that the City Council:

Adopt Resolution No. R-2025-72, a Resolution of the City Council of the City of Placentia, California, declaring its intention to grant a pipeline franchise to Crimson California pipeline L.P., a California limited partnership and setting the time when protests may be heard by the legislative body to the proposed franchise and directing the City Clerk to give notice thereof.

Strategic Plan Statement:

There is no specific strategic planning goal or objective associated with this agenda item.

Discussion:

On September 7, 1999, Placentia City Council granted a franchise for the operation and

maintenance of 846 linear feet of 6-inch pipeline in the City under Ordinance No. 99-O-122. This franchise was initially granted to Tosco Corporation, but due to company purchases and acquisitions, Resolution No. R-2006-07, authorized the transfer of the franchise to ConocoPhillips Company. On July 1, 2008, ConocoPhillips Company sold its pipeline system to Crimson California Pipeline, L.P. (Crimson) and Resolution No. R-2009-13, granted Crimson the franchise. The current franchise has expired, and Crimson is requesting the City grant another franchise for an additional 25 years. A public hearing is required to adopt an Ordinance for the renewal of the franchise.

A renewal of the franchise would allow Crimson to operate and maintain two sections of pipeline in the City. One location is the intersection of Valencia Avenue and Bastanchury Road, which has 28 linear feet of pipeline. The other location is Berkenstock Avenue between Kilmer Drive and Spahn Lane, which has 818 linear feet of pipeline. This item recommends the City Council adopt Resolution No. R-2025-72, to set a public hearing at a future date of January 13, 2026, for the first reading of the Ordinance.

Fiscal Impact Summary:

There is no fiscal impact associated with the recommended action. Upon execution of the franchise agreement, Crimson will pay an annual franchise fee to the City. This fee is to be those fees prescribed by the California Public Utilities Code, Section 6231.5, provided that the rate is subject to increase to the maximum rate established in subsequent amendments of the California Public Utilities Code. The fee collected will be allocated to the General Fund.

Attachments

[Attachment 1 - Resolution No. R-2025-72.docx](#)

[Attachment 1 - Exhibit A.pdf](#)

[Attachment 2 - Draft Ordinance No. O-2026-____.docx](#)