

**RESOLUTION AUTHORIZING THE SALE OF
EASEMENTS TO
DUKE ENERGY CAROLINAS, LLC RELATING TO THE
NEW PATTERSON AVENUE SUBSTATION**

WHEREAS, Duke Energy Carolinas, LLC (Duke) is developing a new substation at the corner of Patterson Avenue and Northwest Boulevard to provide additional electrical service due to load growth in the Winston-Salem area; and

WHEREAS, in order to accomplish the project, Duke is requesting easements on five City-owned lots to merge this new facility with existing facilities; and

WHEREAS, the easements requested are described in the attached Exhibit A; and

WHEREAS, Duke has offered \$143,291 in compensation for the five easements, but it will cost Duke an additional \$228,000 to accommodate the City's request to allow more room for future housing; and

WHEREAS, in recognition of the additional cost, Duke is requesting that the City forego compensation on the easement purchases; and

WHEREAS, staff is supportive of this sale of easements and the City's foregoing direct compensation.

NOW, THEREFORE, BE IT RESOLVED that the Mayor and the City Council of the City of Winston-Salem, upon the recommendation of the Finance Committee, hereby authorize the sale of easements to Duke Energy Carolinas, LLC as described in the attached Exhibit A.

BE IT FURTHER RESOLVED that in recognition of Duke's additional cost of \$228,000 on the project to accommodate the City's future potential for lot development, it is further authorized that the City accept, in lieu of compensation, Duke's offer to re-engineer its easement plans and install, at no additional cost to the City, electrical service more conducive to

the City's use of the lot for development purposes, which re-engineered plan and installation has a value of at least \$228,000 which is comparable with the value of the easement.

BE IT FURTHER RESOLVED that the appropriate City officials are hereby authorized to execute instruments required to complete the actions herein set forth.