



NORTH EAST INDEPENDENT SCHOOL DISTRICT

Date: March 23, 2026

Presenter: Deb Caldwell

Subject: Possible action regarding Right of Way Agreements with Outer Loop Utility at Reagan High School and Hill Middle School

Related Attachments
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ACTION ITEM

BACKGROUND INFORMATION

Outer Loop Utility LLC sent a notice to North East ISD to acquire easement interests for the construction of an underground natural gas pipeline on portions of the district properties of Ronald Reagan High School and Tex Hill Middle School. Outer Loop Utility offered a fair market value for the easement interests of \$274,091 at Reagan High School and \$258,256 at Hill Middle School. The fair market value was obtained through an appraisal from CBRE Valuation & Advisory Services. There is no expectation or intent by the utility to interfere with the educational operations of either property. A presentation about the project was made at the March 2, 2026 Regular Board Meeting.

Howard Energy Partners will construct, own, operate and maintain the Outer Loop Utility pipeline and easement. CPS Energy will be a customer, transporting natural gas on the Outer Loop Utility pipeline. The Outer Loop Utility is designated as a public utility, similar to water, sewer, and telecommunications lines.

ADMINISTRATIVE CONSIDERATION

Outer Loop Utility has the power to condemn the easement interests, if necessary, pursuant to Chapter 21 of the Texas Property Code.

BUDGETARY CONSIDERATION

Outer Loop will pay NEISD a total offer of \$532,347.

ADMINISTRATIVE RECOMMENDATION

The District recommends that the Board of Trustees approve the Right-Of-Way Agreements with Outer Loop Utility, LLC.

BOARD ACTION REQUIRED

Approval/Disapproval