

RESOLUTION R-05-27

**A RESOLUTION NOTIFYING CONWAY CORPORATION OF THE CITY'S
INTENT REGARDING FRANCHISE MODERNIZATION**

WHEREAS, Conway Corporation operates the electric system of the City of Conway under a franchise and lease agreement; and

WHEREAS, the City and Conway Corporation have discussed mutual benefits of revising the existing franchise agreement; and

WHEREAS, Conway Corporation needs guidance from the City before it can complete its electric rate proposal to be considered by its Board of Directors at their October meeting;

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Conway, Arkansas that it recommends to Conway Corporation that proposed electric rates incorporate the following terms:

1. The City will pay its electric, water and wastewater bills at all City facilities (currently provided at no cost).
2. The City will assume full responsibility for all operation and maintenance of the City Traffic Signal System.
3. The City will adopt an ordinance creating a franchise tax for electric ratepayers.
4. The City will amend the lease and franchise agreement for the electric system incorporating these terms to coincide with the implementation of the new electric rates.

ADOPTED AND APPROVED this 11th day of October, 2005

Approved:


Mayor Tab Townsell

ATTEST:


City Clerk/Treasurer Michael O. Garrett