



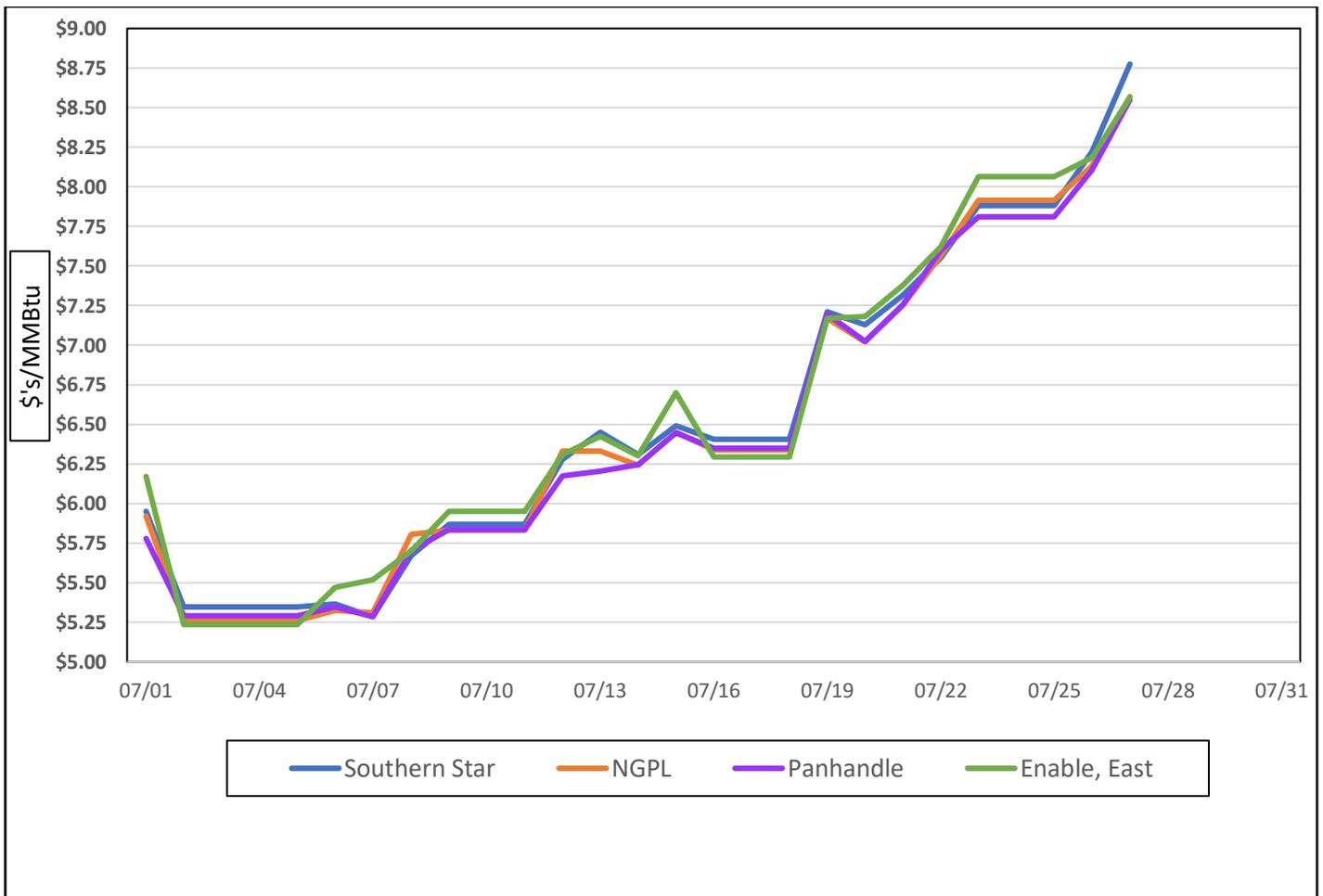
KMGA Member Update – July 27, 2022

Natural Gas Prices

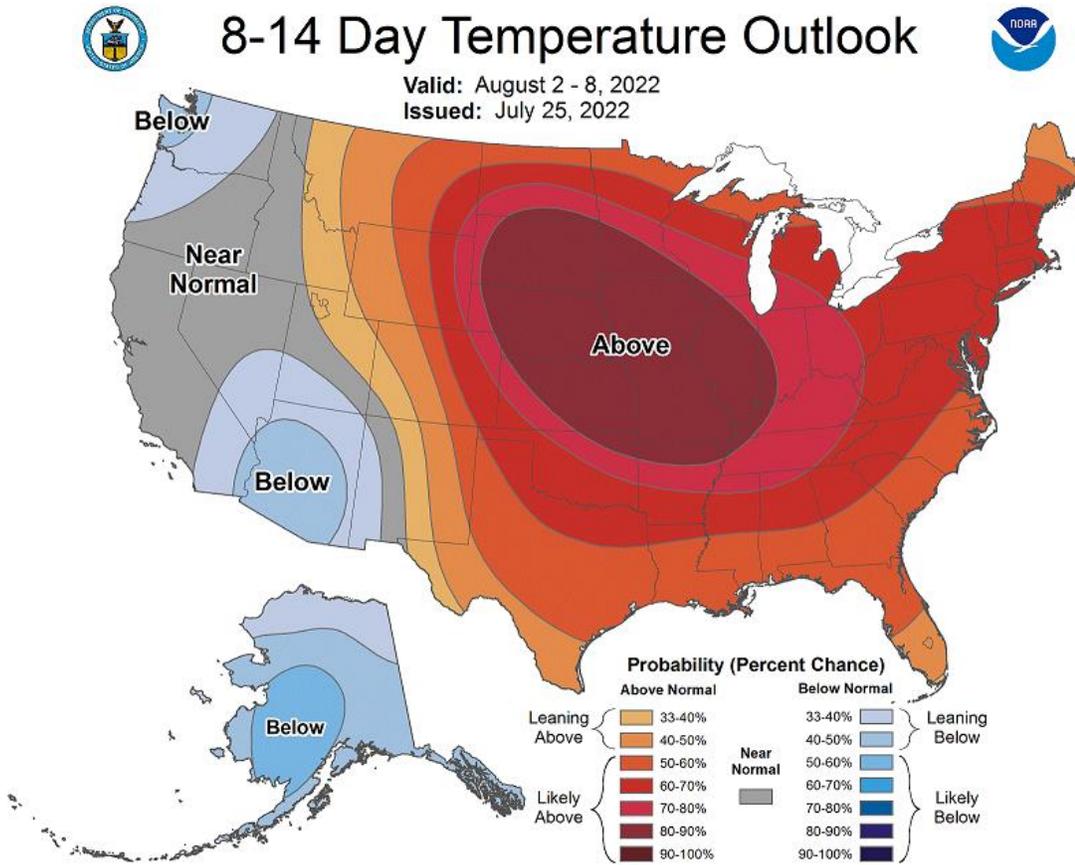
Natural gas prices have continued to move higher and higher over the past several weeks. The extremely high temperatures across the US over the past week has created a strong demand for natural gas-fired electric generation to meet the high cooling demand. Also, Russia continues to reduce volumes of natural gas via pipeline to Europe, thus making the Liquefied Natural Gas (LNG) market more valuable. Currently natural gas is definitely the hottest commodity in the world.

The daily index average price for today, 07/27/2022, posted at **\$8.72**.

Below is a chart showing the 4-Midcontinent daily index price trend since the first of July.



Above average temperatures are forecasted for much of the country through the first week of August, which will probably keep natural gas daily prices trending higher.



The NYMEX Futures prices are reacting to the high demand of natural gas for electricity generation as this affects the volume of gas going into storage across the country. Below is a snap shot of last week compared to the week prior.

NYMEX Futures Pricing (\$/MMBtu)	This Week 22-Jul-22	Last Week 15-Jul-22	W-o-W Δ
NYMEX Prompt	\$8.30	\$7.02	\$1.28
NYMEX 12-Month Strip	\$7.31	\$6.49	\$0.82
Balance 2022	\$8.24	\$6.99	\$1.25
Summer 2022 (Apr-Oct)	\$7.43	\$6.78	\$0.64
Winter 2022-'23	\$8.22	\$7.06	\$1.16
Calendar 2023	\$5.71	\$5.31	\$0.40
Calendar 2024	\$4.73	\$4.65	\$0.08

Regional Meetings

KMGA has held three of the four scheduled regional meetings over the past few months. We've had great representation by member cities at the meeting in Lyons, Kechi and Humboldt. These meetings have proven to be very beneficial, and we've had great open discussions.

The final meeting will be held in Osage City on August 16th beginning at 10:30 AM and lasting approximately 1½ hours. Lunch will be served at noon.

August 16th

City of Osage City – Santa Fe Depot

504 Market Street

Osage City, KS 66523

Registration is required so we can plan for meeting materials and lunch. You can register for the Osage City meeting by using this link: <https://kmea.com/kmga-regional-meetings/>

KMEA/KMGA Annual Conference

Mark your calendar – Our Annual Conference will be held in Wichita on September 29th & 30th. The conference will consist of our Board of Directors meetings, guest speakers and breakout sessions. More details will be coming soon.