



## CITY COUNCIL ITEM SUMMARY

<b>MEETING DATE:</b>	October 19, 2023
<b>SUBCATEGORY:</b>	Contracts/Agreements
<b>DEPARTMENT NAME:</b>	Gas
<b>AGENDA ITEM TITLE:</b>	Assignment and Assumption Agreement
<b>DEPARTMENT SUMMARY RECOMMENDATION:</b>	<p>As part of the City's membership in the Gas Authority (MGAG) and to comply with the Federal Energy Regulatory Commission's (FERC) rules, the Gas System is requesting to transfer ownership of an existing natural gas pre-pay contract with the Tennessee Energy Acquisition Corporation (TEAC) to the Gas Authority. The logistics and billing associated with the contract will be handled by the Gas Authority until the contract's end date of December 2026. The City will, however, still realize the full discount amount for the remainder of the contract period.</p>
<b>LEGAL:</b>	Approved by the City Attorney's office.