City Council Meeting Agenda Item Data Sheet

Meeting Date: 08/07/23

Topic:

Approve an amendment to Purchase Agreement with Municipal Gas Acquisition and Supply Corporation (Munigas) and the City of La Grange, Texas for the purchase of natural gas and extending the contract to purchase until 2036 and authorize the City Manager to execute the amendment to the agreement.

Background:

The city is currently purchasing natural gas supply by using the Munigas purchasing agreement. By utilizing the purchasing agreement, the City of Tomball benefits from discounts that are afforded by joint purchasing of natural gas supplies. This agreement works in conjunction with our contract to purchase from a gas supplier, currently Symmetry Energy. This amendment will extend our purchasing agreement until 2036, with automatic renewals each year. Here are historical savings realized:

2018 - \$92,800; 2019 - \$93,700; 2020 - \$86,200; 2021 - \$85,500; 2022 - \$103,900; 2023 - \$45,300 (5 mo.)

Origination: City Manager

Recommendation:

Approval of extension of the purchasing agreement term

Party(ies) responsible for placing this item on agenda: David Esquivel, PE

FUNDING (IF APPLICABLE)

Are funds specifically designated in the current budget for the full amount required for this purpose? N/A

Yes: No: If yes, specify Account Number: #

If no, funds will be transferred from account: <u>#</u>_____To Account: #

 Signed:
 Approved by:

 Staff Member
 Date

 City Manager
 Date