



**REPORT TO: SUA**

**MEETING DATE: JUNE 1, 2020**

<b>Agenda Item:</b>	5c. SUA-20-14
<b>Prior Council Action/Related Items:</b>	<a href="#">ONG Contract Approval</a>
<b>Background / Issue:</b>	<ul style="list-style-type: none"> <li>• March 23, 2015 Trustees approved a natural gas transportation agreement with ONG, which included provisions to construct the natural gas pipeline infrastructure (the lateral) from the Enable high pressure gas line to the Stillwater Energy Center.</li> <li>• The term of the agreement coincides with the remaining term of the GRDA contract and expires at 12:00 a.m. June 1, 2042.</li> </ul>
<b>Proposal/Solution:</b>	Staff proposes Trustees authorize the expenditure limit for ONG not to exceed \$200,000.
<b>Financial Impact/Funding Source(s):</b>	FY21 electric budget has adequate funding for the recommended expenditure and no additional appropriations are necessary for this action.
<b>Related Strategic Priority:</b>	<p>#1 Effective Services &amp; Accountable Government: Provide effective services and accountable government for all citizens by practicing fiscal responsibility, transparency, and outstanding customer service.</p> <p>#3. Safe Community: To identify effective services that enhance relationships, responsiveness, and quality customer service to promote a safe and secure community.</p>
<b>Recommended Action/Motion:</b>	Motion to authorize the expenditure limit for ONG not to exceed \$200,000.
<b>Prepared By:</b>	Loren Smith, Electric Utility Director
<b>Reviewed By:</b>	Melissa Reames, Deputy City Manager
<b>Submitted By:</b>	Norman McNickle, City Manager
<b>Attachment(s):</b>	None