



AGENDA MEMO
10/15/2013 Agenda

TO: Honorable Mayor and City Council

FROM: George Ertle, Assistant to the City Manager

SUBJECT: An ordinance approving a negotiated settlement agreement with Atmos Energy Corporation

BACKGROUND:

The City, along with approximately 164 other cities served by Atmos Energy Mid-Tex Division, is a member of the Atmos Cities Steering Committee. On or about July 15, 2013, Atmos Mid-Tex filed with the City its first annual RRM filing under the RRM tariff that was renewed and approved by ordinance on June 6, 2013.

The Atmos Mid-Tex RRM filing sought a \$22.7 million base rate increase. ACSC coordinated a review of the RRM filing through its executive committee to resolve issues identified by ACSC in the Company's filing. The attached ordinance approves the negotiated tariffs, which will increase the Company's revenues by \$16.6 million. This settlement is expected to increase the average residential customer's bill by approximately \$.74 per month.

RECOMMENDATION:

Staff recommends adoption of the ordinance.

ATTACHMENTS:

Ordinance
Model staff report from Lloyd Gosselink