

**CITY OF MARIANNA
COMMISSION AGENDA MEMO
REGULAR MEETING
June 4, 2019**

ADMINISTRATIVE STAFF REPORT

Subject: Florida Gas Transmission (FGT)
FTS-1 Contract Renewal
Contract #104360

Subject Background: The City of Marianna has “firm capacity” (dedicated amounts) on the FGT pipe line. FGT tariff, FTS-1, is the most economical way to get natural gas to the City.

The City’s firm capacity on the pipeline is managed by Florida Gas Utility (FGU). The firm capacity exceeds the amount of gas the City uses on an annual basis and FGU re-sales the gas and purchases additional gas as the City’s demands change.

To continue with the FTS-1 tariff method of gas transportation the City is required by FGT to sign a Service Agreement for a period of 10 years.

Recommendation: Staff and the City Attorney along with FGU have review the Service Agreement and Attachments. This Agreement is the most economical and reliable way to transport the City’s Firm Capacity and it has been recommended by FGU the City execute the Agreement and Attachment.

Potential Motion: I move to approve the Agreement and allow the City to execute the Agreement and Attachments.

Approved for agenda by: