



CITY COUNCIL AGENDA

NOTICE IS GIVEN THAT THE CITY COUNCIL OF THE CITY OF LAMESA, TEXAS, WILL MEET IN A REGULARLY SCHEDULED MEETING AT 5:30 P.M. ON TUESDAY, AUGUST 25, 2020, 601 SOUTH FIRST STREET, FOR THE PURPOSE OF CONSIDERING AND TAKING OFFICIAL ACTION ON THE FOLLOWING ITEMS:

1. CALL TO ORDER:
2. INVOCATION:
3. **RESOLUTION APPROVING A NEGOTIATED SETTLEMENT BETWEEN THE EXECUTIVE COMMITTEE OF CITIES SERVED BY ATMOS WEST TEXAS ("CITIES") AND ATMOS ENERGY CORP., WEST TEXAS DIVISION REGARDING THE COMPANY'S 2020 RATE REVIEW MECHANISM FILINGS:** Consider passing a Resolution approving a negotiated settlement between the executive committee of Cities Served By Atmos West Texas ("CITIES") and Atmos Energy Corp., West Texas Division regarding the company's 2019 rate review mechanism filing; declaring existing rates to be unreasonable; adopting tariffs that reflect rate adjustments consistent with the negotiated settlement; finding the rates to be set by the attached settlement tariffs to be just and reasonable and in the public interest; approving an attached exhibit establishing a benchmark for pensions and retiree medical benefits; approving an attached exhibit regarding amortization of regulatory liability; requiring the company to reimburse cities' reasonable ratemaking expenses; determining that this resolution was passed in accordance with the requirements of the Texas Open Meetings Act; adopting a savings clause; declaring an effective date; and requiring Delivery of this resolution to the company and the ' legal counsel. *(City Manager)*
4. **2020 GENERAL ELECTION:** City Council to consider passing an ordinance on first reading declaring the election cancelled and the unopposed candidate for the 2020 City of Lamesa General Election, to be held on November 3, 2020 elected to office.
5. **PUBLIC HEARING - FISCAL YEAR 2020-2021 ANNUAL BUDGET:** Convene a public hearing, in accordance with State Law (Local Government Code, Chapter 102, Section 102.006), to hear a report from the City Manager and to hear comments from the public regarding the proposed Annual Budget for Fiscal Year 2020-2021 beginning on October 1, 2020 and ending September 30, 2021. *(City Manager)*

THIS BUDGET WILL RAISE LESS REVENUE FROM PROPERTY TAXES THAN LAST YEAR'S BUDGET BY AN AMOUNT OF \$ -2,153, WHICH IS A -0.09% PERCENT DECREASE FROM LAST YEAR'S BUDGET. THE PROPERTY TAX REVENUE TO BE RAISED FROM NEW PROPERTY ADDED TO THE TAX ROLL THIS YEAR IS \$75.

6. **FISCAL YEAR OCTOBER 2020-2021 BUDGET - ADOPTION:** Consider passing an ordinance on First reading with record vote in accordance with State Law (Local Government Code, Chapter 102, Section 102.007) providing funds for the Fiscal Year beginning October 1, 2020, and ending September 30, 2021, by approving the budget for said period and appropriating and setting aside the necessary funds out of the General Fund, Water/Wastewater, Solid Waste funds for the maintenance and operation of the various departments and for various activities and improvements to the City. *(City Manager)*

THIS BUDGET WILL RAISE LESS REVENUE FROM PROPERTY TAXES THAN LAST YEAR'S BUDGET BY AN AMOUNT OF \$ -2,153, WHICH IS A -0.09% PERCENT DECREASE FROM LAST YEAR'S BUDGET. THE PROPERTY TAX REVENUE TO BE RAISED FROM NEW PROPERTY ADDED TO THE TAX ROLL THIS YEAR IS \$75.

7. **ADJOURNMENT:** *The next regularly scheduled meetings of the City Council of the City of Lamesa will be September 1, 2020 at 5:30 P.M.*


Upcoming Meetings

- September 1, 2020 (Tuesday) Regular Council Meeting – Ratify Tax Rate Reflected in the Budget, 1st Reading of Ordinances for Tax Rate with **Record Vote** (I&S, M&O and Total)
- September 8, 2020 (Tuesday) Regular Council Meeting – 2nd Reading of Ordinance for Tax Rate with **Record Vote** (I&S, M&O and Total)
- September 15, 2020 (Tuesday) Regular Council Meeting to be canceled

CLOSED MEETINGS

The City Council reserves the right to adjourn into closed session at any time during the course of this meeting to discuss any of the matters listed above, as authorized by Texas Government Code Section 551.071 (Consultation with Attorney), 551.072 (Deliberations about Real Property), 551.073 (Deliberations about Gifts and Donations), 551.074 (Personnel Matters), 551.076 (Deliberations about Security Devices) and 551.087 (Economic Development).

PUBLIC PARTICIPATION

 The meeting will be held pursuant to the provisions of the Texas Open Meetings Act (Govt. Code, Chapter 551). Discussion and actions are limited to the agenda items listed above. Persons desiring to address the City Council or express their opinion about a particular item on this agenda should notify the City Secretary before the meeting. Persons desiring to present other business or discuss matters not on this agenda should submit a request in writing to the City Secretary by the end of business hours on the Wednesday before the next meeting in order to be considered for inclusion on that agenda.

MEETING ACCESSIBILITY

Upon request, auxiliary aids and services will be provided to an individual with a disability in order to allow them to effectively participate in the city council meeting. Those requesting auxiliary aids or services should notify the contact person listed below at least twenty-four hours prior to the meeting by mail, telephone or RELAY Texas (1-800-735-2989)

Contact: Betty Conde at 806-872-4322

✉ 601 South First Street, Lamesa, Texas 79331

☎ **Telephone** - (806) 872-4322

📠 **Fax** - (806) 872-4338

CERTIFICATION OF NOTICE



I certify this amended agenda was posted at the City Hall, 601 South First Street, Lamesa, Texas at **4:45 p.m., August 21st, 2020** in accordance with Chapter 551.041 of the Government Code.

Betty Conde, City Secretary

❶ ❷ **Open Meetings Information** ❸ ❹

City Council Agenda

City of Lamesa, Texas

DATE OF MEETING: AUGUST 25, 2020

AGENDA ITEMS: 1 & 2

1. **CALL TO ORDER:** *Announcement by the Mayor.* "This meeting is being held in accordance with the provisions of the Texas Open Meetings Act (Govt. Code, Chapter 551). Discussion and actions are limited to the agenda items as posted. Persons desiring to address the City Council or express their opinion about a particular item on this agenda should complete a request at this time. Persons desiring to present other business or discuss matters not on this agenda should submit a request in writing to the City Secretary in order to be considered for inclusion on the agenda of the next meeting. A quorum being present as evidenced by the presence of ____ members of the City Council, this meeting is hereby called to order."

The following members are present:

JOSH STEVENS	Mayor
BRANT STEWART	Mayor Pro-tem/Council Member – District 1
MARIE A. BRISENO	Council Member – District 2
LUCIANO REYES	Council Member – District 3
DORE EVAN RODRIGUEZ	Council Member – District 4
BOBBY G. GONZALES	Council Member – District 5
DOUGLAS MORRIS	Council Member – District 6/Mayor Pro-tem

City Staff members present at the meeting:

SEAN OVEREYNDER	City Manager
BETTY CONDE	City Secretary
RUSSELL CASSELBERRY	Attorney

Members of the press present at the meeting:

Members of the public present at the meeting:

2. **INVOCATION:**
AND PLEDGE OF ALLEGIANCE.



City Council Agenda

City of Lamesa, Texas

DATE OF MEETING: AUGUST 25, 2020

AGENDA ITEM: 3

SUBJECT: RESOLUTION APPROVING A NEGOTIATED SETTLEMENT BETWEEN THE EXECUTIVE COMMITTEE OF CITIES SERVED BY ATMOS WEST TEXAS ("CITIES") AND ATMOS ENERGY CORP., WEST TEXAS DIVISION REGARDING THE COMPANY'S 2020 RATE REVIEW MECHANISM FILINGS

PROCEEDING: Resolution

SUBMITTED BY: City Staff

AUTHORITY: Section 104.31 of the Texas Utilities Code

SUMMARY STATEMENT

Consider passing a Resolution approving a negotiated settlement between the executive committee of Cities Served By Atmos West Texas ("CITIES") and Atmos Energy Corp., West Texas Division regarding the company's 2020 rate review mechanism filing; declaring existing rates to be unreasonable; adopting tariffs that reflect rate adjustments consistent with the negotiated settlement; finding the rates to be set by the attached settlement tariffs to be just and reasonable and in the public interest; approving an attached exhibit establishing a benchmark for pensions and retiree medical benefits; approving an attached exhibit regarding amortization of regulatory liability; requiring the company to reimburse cities' reasonable ratemaking expenses; determining that this resolution was passed in accordance with the requirements of the Texas Open Meetings Act; adopting a savings clause; declaring an effective date; and requiring Delivery of this resolution to the company and the ' legal counsel.

DISCUSSION _____

Motion by Council Member _____ to pass a Resolution approving a negotiated settlement between the Executive Committee of Cities served by Atmos West Texas ("Cities") and Atmos Energy Corp., West Texas Division regarding the company's 2020 Rate Review Mechanism Filings. Motion seconded by Council Member _____ and upon being put to a vote the motion _____.

VOTING: "AYE" _____ "NAY" _____ "ABSTAIN" _____

RESOLUTION NO. _____

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF _____, TEXAS, APPROVING A NEGOTIATED SETTLEMENT BETWEEN THE EXECUTIVE COMMITTEE OF CITIES SERVED BY ATMOS WEST TEXAS (“CITIES”) AND ATMOS ENERGY CORP., WEST TEXAS DIVISION REGARDING THE COMPANY’S 2020 RATE REVIEW MECHANISM FILING; DECLARING EXISTING RATES TO BE UNREASONABLE; ADOPTING TARIFFS THAT REFLECT RATE ADJUSTMENTS CONSISTENT WITH THE NEGOTIATED SETTLEMENT; FINDING THE RATES TO BE SET BY THE ATTACHED SETTLEMENT TARIFFS TO BE JUST AND REASONABLE AND IN THE PUBLIC INTEREST; APPROVING AN ATTACHED EXHIBIT ESTABLISHING A BENCHMARK FOR PENSIONS AND RETIREE MEDICAL BENEFITS; APPROVING AN ATTACHED EXHIBIT REGARDING AMORTIZATION OF REGULATORY LIABILITY; REQUIRING THE COMPANY TO REIMBURSE CITIES’ REASONABLE RATEMAKING EXPENSES; DETERMINING THAT THIS RESOLUTION WAS PASSED IN ACCORDANCE WITH THE REQUIREMENTS OF THE TEXAS OPEN MEETINGS ACT; ADOPTING A SAVINGS CLAUSE; DECLARING AN EFFECTIVE DATE; AND REQUIRING DELIVERY OF THIS RESOLUTION TO THE COMPANY AND THE CITIES’ LEGAL COUNSEL.

WHEREAS, the City of _____, Texas (“City”) is a gas utility customer of Atmos Energy Corp., West Texas Division (“Atmos West Texas” or “Company”), and a regulatory authority with an interest in the rates and charges of Atmos West Texas; and

WHEREAS, the City is a member of Cities Served by Atmos West Texas (“Cities”), a coalition of similarly-situated cities served by Atmos West Texas that have joined together to facilitate the review of, and response to, natural gas issues affecting rates charged in the Atmos West Texas service area; and

WHEREAS, Cities and the Company worked collaboratively to develop a new Rate Review Mechanism (“RRM”) tariff that allows for an expedited rate review process by Cities as

RESOLUTION NO. _____

a substitute to the Gas Reliability Infrastructure Program (“GRIP”) process instituted by the Legislature, and that will establish rates for Cities based on the system-wide cost of serving the Atmos West Texas service area; and

WHEREAS, the RRM tariff was adopted by the City in a rate ordinance in 2018; and

WHEREAS, on about March 31, 2020, Atmos West Texas filed its 2020 RRM rate request with Cities based on a test year ending December 31, 2019; and

WHEREAS, Cities coordinated its review of the Atmos West Texas 2020 RRM filing through its Executive Committee, assisted by Cities’ attorneys and consultants, to resolve issues identified in the Company’s RRM filing; and

WHEREAS, the Executive Committee, as well as Cities’ counsel and consultants, recommends that Cities approve an increase in base rates for Atmos West Texas of \$5.9 million with an Effective Date of December 1, 2020; and

WHEREAS, the attached tariffs (Exhibit A) implementing new rates are consistent with the recommendation of the Cities’ Executive Committee, are agreed to by the Company, and are just, reasonable, and in the public interest; and

WHEREAS, the settlement agreement sets a new benchmark for pensions and retiree medical benefits (Exhibit B) and

WHEREAS, the settlement agreement establishes an amortization schedule for regulatory liability (Exhibit C); and

WHEREAS, the RRM Tariff contemplates reimbursement of Cities’ reasonable expenses associated with RRM applications;

RESOLUTION NO. _____

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY
OF _____, TEXAS:

Section 1. That the findings set forth in this Resolution are hereby in all things approved.

Section 2. That, without prejudice to future litigation of any issue identified by Cities, the City Council finds that the settled amount of an increase in revenues of \$5.9 million for Cities represents a comprehensive settlement of gas utility rate issues affecting the rates, operations, and services offered by Atmos West Texas within the municipal limits arising from Atmos West Texas' 2020 RRM filing, is in the public interest, and is consistent with the City's authority under Section 103.001 of the Texas Utilities Code.

Section 3. That the existing rates for natural gas service provided by Atmos West Texas are unreasonable. The new tariffs, attached hereto and incorporated herein as Exhibit A, are just and reasonable, and are designed to allow Atmos West Texas to recover annually an additional \$5.9 million in revenue from customers in Cities, over the amount allowed under currently approved rates. Such tariffs are hereby adopted.

Section 4. That the ratemaking treatment for pensions and retiree medical benefits in Atmos West Texas' next RRM filing shall be as set forth on Exhibit B, attached hereto and incorporated herein.

Section 5. That subject to any future settlement or decision regarding the balance of Excess Deferred Income Tax to be refunded to ratepayers, the amortization of regulatory liability shall be consistent with the schedule found in Exhibit C, attached hereto and incorporated herein.

Section 6. That Atmos West Texas shall reimburse the reasonable ratemaking expenses of the Cities in processing the Company's 2020 RRM filing.

RESOLUTION NO. _____

Section 7. That to the extent any resolution or ordinance previously adopted by the Council is inconsistent with this Resolution, it is hereby repealed.

Section 8. That the meeting at which this Resolution was approved was in all things conducted in strict compliance with the Texas Open Meetings Act, Texas Government Code, Chapter 551.

Section 9. That if any one or more sections or clauses of this Resolution is adjudged to be unconstitutional or invalid, such judgment shall not affect, impair, or invalidate the remaining provisions of this Resolution, and the remaining provisions of the Resolution shall be interpreted as if the offending section or clause never existed.

Section 10. That consistent with the City Ordinance that established the RRM process, this Resolution shall become effective from and after its passage with rates authorized by attached tariffs to be effective for bills rendered on or after December 1, 2020.

Section 11. That a copy of this Resolution shall be sent to Atmos West Texas, care of Philip Littlejohn, Vice President of Rates and Regulatory Affairs, West Texas Division, 6606 66th Street, Lubbock, Texas 79424, and Geoffrey Gay, General Counsel to Cities, at Lloyd Gosselink Rochelle & Townsend, P.C., 816 Congress Avenue, Suite 1900, Austin, Texas 78701.

PASSED AND APPROVED this _____ day of _____, 2020.

Mayor

ATTEST:

APPROVED AS TO FORM:

City Secretary

City Attorney

Exhibit A
to 2020 RRM Resolution or Ordinance

Tariffs Effective December 1, 2020

**WEST TEXAS DIVISION
ATMOS ENERGY CORPORATION**

RATE SCHEDULE:	RESIDENTIAL GAS SERVICE	
APPLICABLE TO:	WEST TEXAS CITIES SERVICE AREA – Inside City Limits (ICL)	
EFFECTIVE DATE:	Bills Rendered on and after 12/01/2020	

Availability

This schedule is applicable to general use by Residential customers for heating, cooking, refrigeration, water heating and other similar type uses. This schedule is not available for service to premises with an alternative supply of natural gas.

Monthly Rate

Charge	Amount
Customer Charge	\$ 17.50
Consumption Charge	\$ 0.27574 per Ccf

The West Texas Division Gas Cost Adjustment Rider applies to this schedule.

The West Texas Division Weather Normalization Adjustment Rider applies to this schedule.

The West Texas Division Rider TAX applies to this schedule.

The West Texas Division Rider FF applies to this schedule.

The West Texas Division Rider RRM applies to this schedule.

Miscellaneous Charges: Plus an amount for miscellaneous charges calculated in accordance with the applicable rider(s).

**WEST TEXAS DIVISION
ATMOS ENERGY CORPORATION**

RATE SCHEDULE:	COMMERCIAL GAS SERVICE	
APPLICABLE TO:	WEST TEXAS CITIES SERVICE AREA – Inside City Limits (ICL)	
EFFECTIVE DATE:	Bills Rendered on and after 12/01/2020	

Availability

This schedule is applicable to Commercial customers, including hospitals and churches, for heating, cooking, refrigeration, water heating and other similar type uses. This schedule is not available for service to premises with an alternative supply of natural gas.

Monthly Rate

Charge	Amount
Customer Charge	\$ 51.50
Consumption Charge	\$ 0.16254 per Ccf

The West Texas Division Gas Cost Adjustment Rider applies to this schedule.

The West Texas Division Weather Normalization Adjustment Rider applies to this schedule.

The West Texas Division Rider TAX applies to this schedule.

The West Texas Division Rider FF applies to this schedule.

The West Texas Division Rider RRM applies to this schedule.

Miscellaneous Charges: Plus an amount for miscellaneous charges calculated in accordance with the applicable rider(s).

**WEST TEXAS DIVISION
ATMOS ENERGY CORPORATION**

RATE SCHEDULE:	INDUSTRIAL GAS SERVICE	
APPLICABLE TO:	WEST TEXAS CITIES SERVICE AREA – Inside City Limits (ICL)	
EFFECTIVE DATE:	Bills Rendered on and after 12/01/2020	

Availability

This schedule is applicable to the sales to any industrial or commercial customer whose predominant use of natural gas is other than space heating, cooking, water heating or other similar type uses. Service under this schedule is available to eligible customers following execution of a contract specifying the maximum hourly load. This schedule is not available for service to premises with an alternative supply of natural gas.

Monthly Rate

Charge	Amount
Customer Charge	\$ 527.25
Consumption Charge	\$ 0.10070 per Ccf

The West Texas Division Gas Cost Adjustment Rider applies to this schedule.

The West Texas Division Rider TAX applies to this schedule.

The West Texas Division Rider FF applies to this schedule.

The West Texas Division Rider RRM applies to this schedule.

Miscellaneous Charges: Plus an amount for miscellaneous charges calculated in accordance with the applicable rider(s).

**WEST TEXAS DIVISION
ATMOS ENERGY CORPORATION**

RATE SCHEDULE:	PUBLIC AUTHORITY GAS SERVICE	
APPLICABLE TO:	WEST TEXAS CITIES SERVICE AREA – Inside City Limits (ICL)	
EFFECTIVE DATE:	Bills Rendered on and after 12/01/2020	

Availability

This schedule is applicable to general use by Public Authority type customers, including public schools, for heating, cooking, refrigeration, water heating and other similar type uses. This schedule is not available for service to premises with an alternative supply of natural gas.

Monthly Rate

Charge	Amount
Customer Charge	\$ 144.75
Consumption Charge	\$ 0.14207 per Ccf

The West Texas Division Gas Cost Adjustment Rider applies to this schedule.

The West Texas Division Weather Normalization Adjustment Rider applies to this schedule.

The West Texas Division Rider TAX applies to this schedule.

The West Texas Division Rider FF applies to this schedule.

The West Texas Division Rider RRM applies to this schedule.

Miscellaneous Charges: Plus an amount for miscellaneous charges calculated in accordance with the applicable rider(s).

**WEST TEXAS DIVISION
ATMOS ENERGY CORPORATION**

RATE SCHEDULE:	TRANSPORTATION SERVICE	
APPLICABLE TO:	WEST TEXAS CITIES SERVICE AREA – Inside City Limits (ICL)	
EFFECTIVE DATE:	Bills Rendered on and after 12/01/2020	

Application

Applicable, in the event that Company has entered into a Transportation Agreement, to a customer directly connected to the Atmos Energy Corp., West Texas Division Distribution System for the transportation of all natural gas supplied by Customer or Customer's agent at one Point of Delivery for use in Customer's facility with an estimated annual usage greater than 100,000 Ccf per meter.

Type of Service

Where service of the type desired by Customer is not already available at the Point of Delivery, additional charges and special contract arrangements between Company and Customer may be required prior to service being furnished.

Monthly Rate

Customer's bill will be calculated by adding the following Customer and Ccf charges to the amounts and quantities due under the riders listed below:

Charge	Amount
Customer Charge per Meter	\$ 527.25 per month
Consumption Charge	\$ 0.10070 per Ccf

Upstream Transportation Cost Recovery: The customer is responsible for all upstream transportation costs.

Retention Adjustment: Plus a quantity of gas equal to the Company's most recently calculated financial L&U percentage for the twelve months ended September multiplied by the gas received into Atmos Energy Corporation's West Texas Division for transportation to the customer.

Franchise Fee Adjustment: Plus an amount for franchise fees calculated in accordance with Rider FF. Rider FF is only applicable to customers inside the corporate limits of any incorporated municipality.

Tax Adjustment: Plus an amount for tax calculated in accordance with Rider TAX.

Surcharges: Plus an amount for surcharges calculated in accordance with the applicable rider(s).

Miscellaneous Charges: Plus an amount for miscellaneous charges calculated in accordance with the applicable rider(s).

The West Texas Division Rider RRM applies to this schedule.

Conversions: Units may be converted from Ccf to Mcf or Mmbtu as necessary to comply with the underlying transportation agreement.

**WEST TEXAS DIVISION
ATMOS ENERGY CORPORATION**

RATE SCHEDULE:	TRANSPORTATION SERVICE	
APPLICABLE TO:	WEST TEXAS CITIES SERVICE AREA – Inside City Limits (ICL)	
EFFECTIVE DATE:	Bills Rendered on and after 12/01/2020	

Imbalance Fees

All fees charged to Customer under this Rate Schedule will be charged based on the quantities determined under the applicable Transportation Agreement and quantities will not be aggregated for any Customer with multiple Transportation Agreements for the purposes of such fees.

Monthly Imbalance Fees

Customer shall pay Company a monthly imbalance fee at the end of each month as defined in the applicable Transportation Agreement.

Curtailment Overpull Fee

Upon notification by Company of an event of curtailment or interruption of Customer's deliveries, Customer will, for each MMBtu delivered in excess of the stated level of curtailment or interruption, pay Company 200% of the "Index" price reported for the month of delivery in Inside FERC's Gas Market Report under the heading "West Texas Waha".

Replacement Index

In the event the "Index" price reported for the month of delivery in Inside FERC's Gas Market Report under the heading "West Texas Waha" is no longer published, Company will calculate the applicable imbalance fees utilizing a daily price index recognized as authoritative by the natural gas industry and most closely approximating the applicable index.

Agreement

A transportation agreement is required.

Notice

Service hereunder and the rates for services provided are subject to the orders of regulatory bodies having jurisdiction and to the Company's Tariff for Gas Service.

Special Conditions

In order to receive transportation service under this tariff, customer must have the type of meter, instrumentation, and communication required by Company. Customer must pay Company all costs associated with the acquisition and installation of the required equipment.

Exhibit B
to 2020 RRM Resolution or Ordinance

Schedule for Pensions and Retiree Medical Benefits

ATMOS ENERGY CORPORATION
WEST TEXAS CITIES ("WTX CITIES") RATE REVIEW MECHANISM
PENSIONS AND RETIREE MEDICAL BENEFITS FOR APPROVAL
TEST YEAR ENDING DECEMBER 31, 2019

Line No.	Description	Shared Services		WTX		Supplemental Executive Benefit Plan	Total
		Pension Account Plan	Post-Employment Benefit Plan	Pension Account Plan	Post-Employment Benefit Plan		
	(a)	(b)	(c)	(d)	(e)	(f)	(g)
1	Proposed Benefits Benchmark - Fiscal Year 2020 Willis Towers Watson Report	\$ 3,479,566	\$ 3,716,125	\$ 1,233,879	\$ 1,388,236	\$ 49,475	
2	Allocation Factor	8.48%	8.48%	96.17%	96.17%	96.17%	
3	Proposed Benefits Benchmark Costs (Excluding Removed Cost Centers)	\$ 295,036	\$ 315,095	\$ 1,186,608	\$ 1,335,051	\$ 47,580	
4	Allocated to West Texas (Ln 1 x Ln 2)	100.00%	100.00%	100.00%	100.00%	100.00%	
5	Proposed Benefits Benchmark Costs To Approve (Excluding Removed Cost Centers) (Ln 3 x Ln 4)	\$ 295,036	\$ 315,095	\$ 1,186,608	\$ 1,335,051	\$ 47,580	\$ 3,179,370
6							
7							
8	Summary of Expense Costs to Approve:						
9							
10	O&M Expense Factor (WFP_F-2.3, Ln 2)	79.56%	79.56%	50.80%	50.80%	100.00%	
11							
12	Total Pension Account Plan	\$ 234,716	\$ 250,674	\$ 602,774	\$ 678,181	\$ 47,580	\$ 837,491
13	Total Post-Employment Benefit Plan						928,855
14	Total Supplemental Executive Benefit Plan						47,580
15	Total (Sum Ln 12 through Ln 14)	\$ 234,716	\$ 250,674	\$ 602,774	\$ 678,181	\$ 47,580	\$ 1,813,925

Exhibit C
to 2020 RRM Resolution or Ordinance
Schedule for Amortization of Regulatory Liability

ATMOS ENERGY CORPORATION
WEST TEXAS CITIES ("WTX CITIES") RATE REVIEW MECHANISM
AMORTIZATION OF REGULATORY LIABILITY
TEST YEAR ENDING DECEMBER 31, 2019

Line No.	Year Ended Dec. 31	Beginning of Year		End of Year		Corrected Balance for Dec. 31, 2017
		Rate Base Adjustment Amount (1)	Annual Amortization (c)	Rate Base Adjustment Amount (d)		
1	2017	59,210,604	2,647,939	59,210,604	\$	59,210,604
2	2018	56,562,665	2,451,651	56,562,665		
3	2019	54,111,014	2,352,653	54,111,014		
4	2020	51,758,361	2,352,653	51,758,361		
5	2021	49,405,709	2,352,653	49,405,709		
6	2022	47,053,056	2,352,653	47,053,056		
7	2023	44,700,403	2,352,653	44,700,403		
8	2024	42,347,750	2,352,653	42,347,750		
9	2025	39,995,097	2,352,653	39,995,097		
10	2026	37,642,445	2,352,653	37,642,445		
11	2027	35,289,792	2,352,653	35,289,792		
12	2028	32,937,139	2,352,653	32,937,139		
13	2029	30,584,486	2,352,653	30,584,486		
14	2030	28,231,833	2,352,653	28,231,833		
15	2031	25,879,181	2,352,653	25,879,181		
16	2032	23,526,528	2,352,653	23,526,528		
17	2033	21,173,875	2,352,653	21,173,875		
18	2034	18,821,222	2,352,653	18,821,222		
19	2035	16,468,570	2,352,653	16,468,570		
20	2036	14,115,917	2,352,653	14,115,917		
21	2037	11,763,264	2,352,653	11,763,264		
22	2038	9,410,611	2,352,653	9,410,611		
23	2039	7,057,958	2,352,653	7,057,958		
24	2040	4,705,306	2,352,653	4,705,306		
25	2041	2,352,653	2,352,653	2,352,653		
26	2042	2,352,653	2,352,653	2,352,653		
27						

Note:
1. The annual amortization of a 25 year recovery period is based on the Reverse South Georgia Method.

Betty Conde

From: Sean Overeynder
Sent: Wednesday, August 19, 2020 1:45 PM
To: Betty Conde
Subject: FW: 2020 Atmos West Texas RRM [IWOV-PROD_LGDMS.FID508854]
Attachments: 2020 Atmos West Texas RRM Model Staff Report Attachments.pdf; 2020 Atmos West Texas RRM Model Staff Report.docx; 2020 Atmos West Texas RRM Settlement Resolution Attachments.pdf; 2020 Atmos West Texas RRM Settlement Resolution.docx

From: Haley Johnson <HJohnson@lglawfirm.com> **On Behalf Of** GMG

Sent: Wednesday, August 19, 2020 1:33 PM

To: Littlefield (Mitch Grant) <mgrant@lfdtx.city>; Abernathy (Krista Adames) <k.adames@cityofabernathy.org>; Amherst (Rosa Angel) <cityofamherst@windstream.net>; Anton (Mike Sea) <cityofanton@nts-online.net>; Big Spring (Andrew Hagen) <ahagen@mybigspring.com>; Big Spring (Donald Moore) <dmoore@mybigspring.com>; Big Spring (Legal) <legal@mybigspring.com>; Big Spring (Todd Darden) <tdarden@mybigspring.com>; Bovina (Cesar Marquez) <cmarquez@cityofbovina.net>; Bovina (Lesley Gama) <lgama@cityofbovina.net>; Brownfield (Jeff Davis) <jdavis@ci.brownfield.tx.us>; Brownfield (Lana Webb) (lwebb@ci.brownfield.tx.us) <lwebb@ci.brownfield.tx.us>; Buffalo Springs (Donna Trammel) <buffalospringscourt@msn.com>; Canyon (Gretchen Mercer) <gmercer@canyontx.com>; Canyon (Joseph Price) <jprice@canyontx.com>; Coahoma (Warren Wallace) <wwallace@crcom.net>; Crosbyton (Margot Hardin) <mhardin@crosbyton.com>; Dianne Wilhelm (cityofnazareth@yahoo.com) <cityofnazareth@yahoo.com>; Dimmitt (B. J. Potts) <bpotts@amaonline.com>; Dimmitt (Karen McGuire) <cityofdimmitt@amaonline.com>; Dimmitt (Roger Malone) <dimmittprinting@amaonline.com>; Earth (J. Allen Gover) <cityofearth@amaonline.com>; Floydada (Darrell Gooch) <floydada-cm@suddenlinkmail.com>; Forsan (Mayor) <coforsan@basin-net.net>; Friona (Lee Davila) <citymgr@frionatx.us>; Fritch (Drew Brassfield) <citymanager@fritchcityhall.com>; Hale Center (Mike Cypert) <citymanager@cityofhalecenter.com>; Happy (Sara Tirey) <nsdhappy@yahoo.com>; Hart (Adrian Rosas) <cityhart@amaonline.com>; Hereford (Steve Bartels) <steve@go-herd.com>; Idalou (Renee Wilbanks) <rwilbanks@cityofidalou.com>; Idalou (Suzette Williams) <swilliams@cityofidalou.com>; Kress (Kenny Hughes) <cityofkress2011@midplains.coop>; Lake Tanglewood (Jamie Hall) <laketanglewood@gmail.com>; Lake Tanglewood (Roxanna Turner) <ltsecretary@yahoo.com>; Betty Conde <citysecretary@ci.lamesa.tx.us>; Sean Overeynder <sovereinder@ci.lamesa.tx.us>; Wayne Chapman <financedirector@ci.lamesa.tx.us>; Levelland (Andrea Corley) <acorley@levellandtexas.org>; Levelland (Beth Walls) <bwalls@levellandtexas.org>; Levelland (Erik Rejino) <erejino@levellandtexas.org>; Littlefield (Janine Butler) <jbutler@lfdtx.city>; Lockney (Buster Poling) <buster@cityoflockney.com>; Lockney (Laurie A. Garcia) <laurie@cityoflockney.com>; Lorenzo (Christy Forbes) <cityadmin@cityoflorenzo.org>; Lorenzo (Monica Lopez) <citysec@cityoflorenzo.org>; Los Ybanez (John Castillo) <cas012003@yahoo.com>; Marianne Landers Banks - Law Offices of Marianne Landers Banks (mbanks@mybigspring.com) <mbanks@mybigspring.com>; Meadow (Terri McClanahan) <cityofmeadow@yahoo.com>; Midland (Amy Turner) <aturner@midlandtexas.gov>; Midland (John Ohnemiller) <johnemiller@midlandtexas.gov>; Midland (Morris Williams) <mwilliams@midlandtexas.gov>; Midland (Robert Patrick) <rwpatrick@midlandtexas.gov>; Muleshoe (Zanea Carpenter) <zcarpenter@city-of-muleshoe.com>
Cc: GMG <gmg@lglawfirm.com>; '02142_0018_Atmos_West Texas Cities_Atmos West Texas 2020 RRM_E_mails' <{F508854}.PROD_LGDMS@lglawfirm.imanage.work>
Subject: 2020 Atmos West Texas RRM [IWOV-PROD_LGDMS.FID508854]

CAUTION: This email originated from outside your organization. Exercise caution when opening attachments or clicking links, especially from unknown senders.

The attached document package is for City Council action to approve the annual RRM rate increase for Atmos West Texas. The package consists of a Resolution to be approved by the Council. When presented for action be sure to attach the three Exhibits referred to as Exhibits A, B, and C. The Exhibits are PDFs and should not be altered. The Resolution is a Word document that can be modified to add City specific information. A resolution is the preferred vehicle for action since each City has previously passed an Ordinance in 2018 that established the RRM process, and the Resolution is in compliance with that Ordinance.

However, your City may prefer use of an Ordinance, particularly if City Management and your City Attorney believe that use of an Ordinance is necessary to set rates in order to comply with City Charter provisions. An Ordinance has been prepared that tracks language identical to that found in the Resolution. If you would like to substitute an Ordinance for the Resolution, please contact my secretary, Haley Johnson, and she will email you the Ordinance. Her email address is HJohnson@lglawfirm.com.

The two other attachments to this email contain a Model Staff Report and three supporting attachments, designated as Attachments 1, 2, and 3. The Staff Report is a Word document and may be altered however management desires to persuade Council to take the desired action. The Staff Report and its attachments will support either the Resolution or Ordinance. The attachments consist of a proof that demonstrates that the rates reflected in the tariffs attached to the Resolution or Ordinance generate revenues equivalent to the agreed settlement, a customer rate impact assessment for for each customer class, and a separate rate impact assessment to demonstrate that approval of the proposed settlement should continue to provide a slight monthly economic advantage to your residential customers over residents of cities that are not part of your coalition.

Key to settlement this year was Atmos' agreement to provide a two month extension of the Effective Date, which will now be December 1, 2020. The two month delay from the October 1 date prescribed by the Ordinance that created the RRM process saves consumers hundreds of thousand dollars off the settlement rate tariffs and makes the result functionally equivalent to the recommendation of your consultants, so that I can represent to you that the result of the Resolution or Ordinance is a best case scenario.

Please encourage your City to take action by November 1.

Geoffrey Gay



GEOFFREY M. GAY
Attorney
512-322-5875 Direct
512-585-8948 Cell

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****ATTENTION TO PUBLIC OFFICIALS AND OFFICIALS WITH OTHER INSTITUTIONS SUBJECT TO THE OPEN MEETINGS ACT ****

A "REPLY TO ALL" OF THIS EMAIL COULD LEAD TO VIOLATIONS OF THE TEXAS OPEN MEETINGS ACT. PLEASE REPLY ONLY TO LEGAL COUNSEL.

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Attachment 1
2020 RRM Settlement
Cities' Model Staff Report

PROOF OF REVENUES

ATMOS ENERGY CORPORATION
WEST TEXAS CITIES ("WTX CITIES") RATE REVIEW MECHANISM
PROOF OF REVENUES - AFFECTED CITIES
TEST YEAR ENDING DECEMBER 31, 2019

Line No.	Customer Class (a)	Current (b)	Proposed (c)	Bills (d)	Ccf (e)	Current Revenues (f)	Proposed Revenues (g)	Increase (h)
1	Residential							
2	Customer Charge	\$ 16.80	\$ 17.50	1,539,906		\$ 25,870,427	\$ 26,948,361	
3	Consumption Charge	\$ 0.23158	\$ 0.27574		75,746,595	17,541,397	20,886,366	
4	Total Class Revenue					\$ 43,411,823	\$ 47,834,727	\$ 4,422,904
5								
6	Commercial							
7	Customer Charge	\$ 47.00	\$ 51.50	125,508		\$ 5,898,879	\$ 6,463,665	
8	Consumption Charge	\$ 0.14656	\$ 0.16254		31,092,270	4,556,883	5,053,738	
9	Total Class Revenue					\$ 10,455,762	\$ 11,517,402	\$ 1,061,641
10								
11	Industrial & Transportation							
12	Customer Charge	\$ 460.75	\$ 527.25	476		\$ 219,317	\$ 250,971	
13	Consumption Charge	\$ 0.09494	\$ 0.10070		4,809,367	456,601	484,303	
14	Total Class Revenue					\$ 675,918	\$ 735,274	\$ 59,356
15								
16	Public Authority							
17	Customer Charge	\$ 132.25	\$ 144.75	16,200		\$ 2,142,410	\$ 2,344,906	
18	Consumption Charge	\$ 0.12761	\$ 0.14207		10,636,665	1,357,345	1,511,151	
19	Total Class Revenue					\$ 3,499,755	\$ 3,856,057	\$ 356,302
20								
21	Total, Excluding Other Revenue					\$ 58,043,258	\$ 63,943,461	\$ 5,900,203

Attachment 2
2020 RRM Settlement
Cities' Model Staff Report

AVERAGE BILL COMPARISON

ATMOS ENERGY CORPORATION
WEST TEXAS CITIES ("WTX CITIES") RATE REVIEW MECHANISM
AVERAGE BILL COMPARISON
TEST YEAR ENDING DECEMBER 31, 2019

Line No.	Description (a)		Current (b)	Proposed (c)	Change	
					Amount (d)	Percent (e)
1	<u>RESIDENTIAL</u>					
2	Customer Charge		\$ 16.80			
3	Consumption Charge	=	11.37			
4	Rider GCA	=	9.85			
5	Subtotal		\$ 38.02			
6	Rider FF & Rider TAX	=	2.26			
7	Total		\$ 40.28			
8						
9	Customer Charge			\$ 17.50		
10	Consumption Charge	=		13.54		
11	Rider GCA	=		9.85		
12	Subtotal			\$ 40.89		
13	Rider FF & Rider TAX	=		2.43		
14	Total			\$ 43.32	\$ 3.04	7.54%
15						
16	<u>COMMERCIAL</u>					
17	Customer Charge		\$ 47.00			
18	Consumption Charge	=	36.30			
19	Rider GCA	=	49.71			
20	Subtotal		\$ 133.01			
21	Rider FF & Rider TAX	=	7.90			
22	Total		\$ 140.91			
23						
24	Customer Charge			\$ 51.50		
25	Consumption Charge	=		40.26		
26	Rider GCA	=		49.71		
27	Subtotal			\$ 141.47		
28	Rider FF & Rider TAX	=		8.41		
29	Total			\$ 149.87	\$ 8.96	6.36%

ATMOS ENERGY CORPORATION
WEST TEXAS CITIES ("WTX CITIES") RATE REVIEW MECHANISM
AVERAGE BILL COMPARISON
TEST YEAR ENDING DECEMBER 31, 2019

Line No.	Description	(a)	Current (b)	Proposed (c)	Change Amount (d)	Percent (e)
INDUSTRIAL						
31	Customer Charge		\$ 460.75			
32	Consumption Charge					
33	Rider GCA					
34						
35	Subtotal		\$ 1,523.63			
36	Rider FF & Rider TAX		90.54			
37	Total		\$ 1,614.17			
38						
39	Customer Charge			\$ 527.25		
40	Consumption Charge			362.08		
41	Rider GCA			721.52		
42	Subtotal			\$ 1,610.84		
43	Rider FF & Rider TAX			95.72		
44	Total			\$ 1,706.57	\$ 92.39	5.72%
45						
46						
TRANSPORTATION						
47	Customer Charge		\$ 460.75			
48	Consumption Charge					
49	Rider GCA (1)					
50	Subtotal		\$ 2,844.53			
51	Rider FF & Rider TAX		169.03			
52	Total		\$ 3,013.57			
53						
54	Customer Charge			\$ 527.25		
55	Consumption Charge			2,528.41		
56	Rider GCA (1)			-		
57	Subtotal			\$ 3,055.66		
58	Rider FF & Rider TAX			181.58		
59	Total			\$ 3,237.24	\$ 223.67	7.42%
60						

ATMOS ENERGY CORPORATION
WEST TEXAS CITIES ("WTX CITIES") RATE REVIEW MECHANISM
AVERAGE BILL COMPARISON
TEST YEAR ENDING DECEMBER 31, 2019

Line No.	Description (a)	Current (b)	Proposed (c)	Change	
				Amount (d)	Percent (e)
61	<u>PUBLIC AUTHORITY</u>				
62	Customer Charge	\$ 132.25			
63	Consumption Charge	= 83.78			
64	Rider GCA	= 131.74			
65	Subtotal	\$ 347.76			
66	Rider FF & Rider TAX	= 20.67			
67	Total	\$ 368.43			
68					
69	Customer Charge	\$ 144.75			
70	Consumption Charge	= 93.27			
71	Rider GCA	= 131.74			
72	Subtotal	\$ 369.76			
73	Rider FF & Rider TAX	= 21.97			
74	Total	\$ 391.73	\$ 23.30		6.32%
75					

Note:

1. Rider GCA does not apply to the Transportation Tariff. Therefore, the GCA Rate has been set to zero.

**Attachment 3
2020 RRM Settlement
Cities' Model Staff Report**

**RESIDENTIAL AVERAGE RATE COMPARISON
WITH AMARILLO, LUBBOCK, AND ENVIRONS**

**ATMOS ENERGY CORP., WEST TEXAS DIVISION
RESIDENTIAL AVERAGE RATE COMPARISON
TEST YEAR ENDING DECEMBER 31, 2019**

	WT Cities Settled	Amarillo Filing	Lubbock Filing	Enviorns Filing
Cust Charge	\$17.50	\$27.67	\$27.67	\$21.46
Monthly Ccf	53.8	53.8	53.8	53.8
Cons Charge	\$0.27574	\$0.09205	\$0.11738	\$0.21224
Average Mo Bill	\$32.33	\$32.62	\$33.99	\$32.88
		-\$0.29	-\$1.65	-\$0.54

August 19, 2019

MODEL STAFF REPORT FOR RESOLUTION OR ORDINANCE

BACKGROUND AND SUMMARY

The City, along with 66 other West Texas cities served by Atmos Energy Corporation, West Texas Division (“Atmos West Texas” or “Company”), is a member of Cities Served by Atmos West Texas (“Cities”). In 2007, the Cities and Atmos West Texas settled a rate application filed by the Company pursuant to Section 104.301 of the Texas Utilities Code for an interim rate adjustment commonly referred to as a GRIP filing (arising out of the Gas Reliability Infrastructure Program legislation). That settlement created a substitute rate review process, referred to as Rate Review Mechanism (“RRM”), as a substitute for future filings under the GRIP statute.

Since 2007, there have been several modifications to the original RRM Tariff. The most recent iteration of an RRM Tariff was reflected in an ordinance adopted by Cities in 2018. On or about March 31, 2020, the Company filed a rate request pursuant to the RRM Tariff adopted by Cities. The Company claimed that its cost of service in a test year ending December 31, 2019, entitled it to additional revenues system-wide of \$7.1 million.

Application of the standards set forth in the Cities’ RRM Tariff reduces the Company’s request for additional revenues from Cities to \$6.6 million. After a review of Cities’ consultants’ report and negotiations with Cities’ Executive Committee, Atmos agreed to a rate increase of \$5.9 million, with an Effective Date of December 1, 2020. That Effective Date reflects two months’ delay beyond the October 1 date specified in your RRM Ordinance, which saves approximately \$800,000 off the rates designed to yield \$5.9 million. Since your consultants recommended an increase of \$5.3 million, the settlement at \$5.9 million with a two month delay in the Effective Date is functionally equivalent to or better than a best case scenario.

PROOF OF REVENUES

Atmos generated proof of revenues associated with the Resolution and attached rate tariffs. That proof is attached as Attachment 1 to this Staff Report. Cities' consultants have confirmed the accuracy of the proof.

BILL IMPACT

The impact of this increase in revenues to an average residential customer's bill is an increase of approximately \$3.04 per month. A bill impact estimate for each customer class is attached as Attachment 2. Comparison of the new rates to rates in effect for areas not under the RRM process reveals that settling Cities will maintain a slight economic monthly advantage over rates in effect in Amarillo, Lubbock, and Environs. See Attachment 3.

CITIES' OBJECTION TO THE SECTION 104.301 GRIP PROCESS

Cities strongly opposed the GRIP process because it constitutes piecemeal ratemaking by ignoring declining expenses and increasing revenues and rewarding the Company for increasing capital investment. The GRIP process does not allow any review of the reasonableness of capital investment and does not allow cities to participate in the Railroad Commission's review of annual GRIP filings or allow Cities to recover their rate case expenses. The Railroad Commission undertakes a mere administrative review of GRIP filings (instead of a full hearing), and rate increases go into effect without any material adjustments. In the Executive Committee's view, the GRIP process unfairly raises customers' rates without any regulatory oversight. In contrast, the RRM process has allowed for a more comprehensive rate review and annual evaluation of expenses and revenues, as well as capital investment.

EXPLANATION OF "BE IT RESOLVED" PARAGRAPHS

1. This section approves all findings in the Resolution.

2. This section adopts the attached RRM rate tariffs and finds the adoption of the new rates to be just, reasonable, and in the public interest.
3. This section finds that existing rates are unreasonable. Such finding is a necessary predicate to establishment of new rates. The new tariffs will permit Atmos West Texas to recover an additional \$5.9 million over a 12-month period, but the new rates should only be effective for 10 months.
4. This section approves an exhibit that establishes a benchmark for pensions and retiree medical benefits to be used in future rate settings.
5. This section approves an exhibit to be used in future rate cases regarding recovery of regulatory liabilities, such as excess deferred income taxes.
6. This section requires the Company to reimburse the City for expenses associated with adoption of the Resolution.
7. This section repeals any resolution or ordinance that is inconsistent with this Resolution.
8. This section finds that the meeting was conducted in compliance with the Texas Open Meetings Act, Texas Government Code, Chapter 551.
9. This section is a savings clause, which provides that if any section is later found to be unconstitutional or invalid, that finding shall not affect, impair, or invalidate the remaining provisions of this Resolution. This section further directs that the remaining provisions of the Resolution are to be interpreted as if the offending section or clause never existed.
10. This section provides for an effective date upon passage.
11. This section directs that a copy of the signed Resolution be sent to a representative of the Company and legal counsel for the Executive Committee.

City Council Agenda

City of Lamesa, Texas

DATE OF MEETING: AUGUST 25, 2020

AGENDA ITEM: 4

SUBJECT: 2020 GENERAL ELECTION
PROCEEDING: Ordinance 1st reading
SUBMITTED BY: City Secretary
EXHIBITS: Certification and Ordinance
AUTHORITY: *State Law; Texas Election Code; Section 2.052*

SUMMARY STATEMENT

City Council to consider passing an ordinance on first reading declaring the election cancelled and the unopposed candidate for the 2020 City of Lamesa General Election, to be held on November 3, 2020 elected to office.

COUNCIL ACTION

DISCUSSION:

Motion by Council Member _____ to pass an ordinance on first reading declaring the election cancelled and the unopposed candidate for the 2020 City of Lamesa General Election, to be held on November 3, 2020. **Council Member District 2, Fred Vera**, elected to office. Motion seconded by Council Member _____ and upon being put to a vote the motion _____.

VOTING: "AYE" _____ "NAY" _____ "ABSTAIN" _____

CITY MANAGER'S MEMORANDUM

Recommend approval.

ORDINANCE NO.

AN ORDINANCE DECLARING AN UNOPPOSED CANDIDATES IN THE NOVEMBER 3, 2020 GENERAL CITY ELECTION, ELECTED TO OFFICE; CANCELING THE ELECTION IN DISTRICT TWO (2); PROVIDING A SEVERABILITY CLAUSE; AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, general city election was called for November 3, 2020, for the purpose of electing members to the city council; and

WHEREAS, the City Secretary has certified in writing that there is no proposition on the ballot, that no person has made a declaration of write-in candidacy, and that the candidate on the ballot is unopposed for election to office; and

WHEREAS, under these circumstances, Subchapter C, Chapter 2, Election Code, authorizes the city council to declare the candidates elected to office and canceling the election in District two (2).

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF LAMESA, TEXAS;

Section 1. The following candidate, who is unopposed in the November 3 2020 general city election, is declared elected to office, and shall be issued certificates of election following the time the election would have been canvassed:

City Council Member

District 2:

Fred Vera

Section 2. The November 3, 2020 District 2 Council Member election is canceled, the city secretary is directed to cause a copy of this ordinance to be posted on election day at each polling place that would have been used in the election.

Section 3. It is declared to be the intent of the city council that the phrases, clauses, sentences, paragraphs, and sections of this ordinance are severable, and if any phrase, clause, sentence paragraph, or section of this ordinance is declared invalid by the judgment or decree of a court of competent jurisdiction, the invalidity shall not affect any of the remaining phrases, clauses, sentences, paragraphs, or sections of this ordinance since the city council would have enacted them without the invalid portion.

Section 4. This ordinance shall take effect upon its final passage, and it is so ordained.

Upon being put to a vote the foregoing ordinance was Passed on First Reading on the 25th day of August, 2020 by a majority vote; and then on the 1st day of September, 2020, there came on and was held at the regular meeting place, the City Hall, an open meeting of the City Council of the City of Lamesa, Texas held pursuant to the provisions of the Texas Open Meetings Act; there being a quorum present and acting throughout the meeting the foregoing ordinance was formally submitted by motion and duly seconded for the consideration and action of the meeting, and upon being put to a vote, the foregoing ordinance was Passed on Second and Final Reading and Adopted this 11th day of September, 2020 by a majority vote and ordered to be spread upon the minutes of the City Council of the City of Lamesa, Texas and recorded in the ordinance book thereafter.

ATTEST:

BETTY CONDE,
City Secretary

APPROVED:

Josh Stevens
Mayor

2020 CERTIFICATION OF UNOPPOSED CANDIDATES

2020 CERTIFICACIÓN DE CANDIDATOS ÚNICOS

TO: Lamesa City Council and Citizens of Lamesa

Al: Concilio de la Ciudad de Lamesa y Ciudadanos de Lamesa

As the authority responsible for having the official ballot prepared, I hereby certify that the following candidates are unopposed for election to office for the election scheduled to be held on Tuesday, November 3, 2020.

Como autoridad a cargo de la preparación de la boleta de votación oficial, por la presente certifico que los siguientes candidatos son candidatos únicos para elección para un cargo en la elección que se llevará a cabo el martes, 3 día de noviembre, 2020.

List offices and names of candidates:

Lista de cargos y nombres de los candidatos:

Offices (Cargos)

**Council Member District 2
(Miembro del Consejo Distirct 2)**

Candidates (Candidatos)

Fred Vera

Signature (*Firma*)

Betty Conde
Printed name (*Nombre en letra de molde*)

City Secretary (Secretario)
Title (*Puesto*)

Date of signing (*Fecha de firma*)

City Council Agenda

City of Lamesa, Texas

DATE OF MEETING: AUGUST 25, 2020

AGENDA ITEM: 5

SUBJECT: PUBLIC HEARING - FISCAL YEAR 2020-2021 ANNUAL BUDGET
PROCEEDING: 1st Public Hearing
SUBMITTED BY: City Staff
EXHIBITS: Proposed Budget Document
AUTHORITY: Local Government Code, Chapter 102, Section 102.006

SUMMARY STATEMENT

Convene a public hearing, in accordance with State Law (Local Government Code, Chapter 102, Section 102.006), to hear a report from the City Manager and to hear comments from the public regarding the proposed Annual Budget for Fiscal Year 2020-2021 beginning on October 1, 2020 and ending September 30, 2021. (*City Manager*)

THIS BUDGET WILL RAISE LESS REVENUE FROM PROPERTY TAXES THAN LAST YEAR'S BUDGET BY AN AMOUNT OF \$ -2,153, WHICH IS A -0.09% PERCENT DECREASE FROM LAST YEAR'S BUDGET. THE PROPERTY TAX REVENUE TO BE RAISED FROM NEW PROPERTY ADDED TO THE TAX ROLL THIS YEAR IS \$75.

1st PUBLIC HEARING

Following the report from the City Manager, the Mayor will ask if anyone wishes to speak regarding the proposed Annual Budget for Fiscal Year 2020-2021.

The following persons spoke:

_____	_____
_____	_____
_____	_____

Following the public comments the Mayor will close the public hearing.

City Council Agenda

City of Lamesa, Texas

DATE OF MEETING: AUGUST 25, 2020

AGENDA ITEM: 6

SUBJECT: FISCAL YEAR OCTOBER 2020-2021 BUDGET - ADOPTION
PROCEEDING: Ordinance; First reading
SUBMITTED BY: City Staff
EXHIBITS: Ordinance
AUTHORITY: State Law; Local Government Code, Chapter 102, Section 102.007

SUMMARY STATEMENT

Consider passing an ordinance on First reading with record vote in accordance with State Law (Local Government Code, Chapter 102, Section 102.007) providing funds for the Fiscal Year beginning October 1, 2020, and ending September 30, 2021, by approving the budget for said period and appropriating and setting aside the necessary funds out of the General Fund, Water/Wastewater, Solid Waste funds for the maintenance and operation of the various departments and for various activities and improvements to the City.

THIS BUDGET WILL RAISE LESS REVENUE FROM PROPERTY TAXES THAN LAST YEAR'S BUDGET BY AN AMOUNT OF \$ -2,153, WHICH IS A -0.09% PERCENT DECREASE FROM LAST YEAR'S BUDGET. THE PROPERTY TAX REVENUE TO BE RAISED FROM NEW PROPERTY ADDED TO THE TAX ROLL THIS YEAR IS \$75.

COUNCIL ACTION

DISCUSSION: _____

Motion by Council Member _____ to adopt on first reading the Proposed 2020-2021 Annual Budget, including the following statement (to be read aloud):

THIS BUDGET WILL RAISE LESS REVENUE FROM PROPERTY TAXES THAN LAST YEAR'S BUDGET BY AN AMOUNT OF \$ -2,153, WHICH IS A -0.09% PERCENT DECREASE FROM LAST YEAR'S BUDGET. THE PROPERTY TAX REVENUE TO BE RAISED FROM NEW PROPERTY ADDED TO THE TAX ROLL THIS YEAR IS \$75.

Motion seconded by Council Member _____ and upon being put to a vote the motion _____.

RECORD VOTE REQUIRED: VOTE BY SHOW OF HANDS

VOTING	"AYE"	"NAY"	"ABSTAIN"
Josh Stevens	_____	_____	_____
Brant Stewart	_____	_____	_____
Marie A. Briseno	_____	_____	_____
LUCIANO REYES	_____	_____	_____
DORE EVAN RODRIQUEZ	_____	_____	_____
BOBBY G. GONZALES	_____	_____	_____
Doug Morris	_____	_____	_____

CITY MANAGER'S MEMORANDUM

Recommend approval.

City Council Agenda

City of Lamesa, Texas

DATE OF MEETING: AUGUST 25, 2020

AGENDA ITEM: 7 7

ADJOURNMENT: Announcement by the Mayor - "The next regularly scheduled meeting of the City Council of the City of Lamesa will be **SEPTEMBER 1st, 2020** at 5:30 P.M."

Upcoming Meetings

- **Sept. 1, 2019 City Council Meeting - Ratify Tax Rate Reflected in the Budget, 1st Reading of Ordinances for Tax Rate with **Record Vote** (I&S, M&O and Total)**
- **September 8, 2020 (Tuesday) Regular Council Meeting – 2nd Reading of Ordinance for Tax Rate with **Record Vote** (I&S, M&O and Total)**
- **September 15, 2020 (Tuesday) Regular Council Meeting to be canceled**