



Kansas Municipal Gas Agency  
 Executive Committee Meeting Minutes  
 March 27, 2024

| Committee Members | City        | Present/<br>Absent | KMGGA Staff/Guests       |
|-------------------|-------------|--------------------|--------------------------|
| Tony Lawson*      | Coffeyville | Present            | Paul Mahlberg            |
| Ethan Reimer*     | Halstead    | Present            | Dixie Riedel             |
| Gary Emry*        | Hesston     | Present            | Mike Meyer*              |
| Nathan Law*       | Louisburg   | Present            | Terri Pemberton          |
| Rod Willis        | Osage City  | Present            | Katie Hodge – Osage City |
| Stephanie Ashby   | Walton      | Absent             | Don Krattenmaker - WRE   |
| Gus Collins       | Winfield    | Present            | Alan Pederson - WRE      |

*\*Participated virtually*

**Item No. 1 – Call the Meeting to Order**

President Gus Collins called the meeting to order at 10:30 a.m., which was held in Osage City, KS. A quorum was present.

**Item No. 2 – Seek approval for the following items:**

- **March 6, 2024 Executive Committee Meeting minutes**  
 Rod Willis made a motion to approve the March 6, 2024 Executive Committee Meeting minutes. The motion was seconded by Gary Emry and carried unanimously.
- **February 2024 Appropriations Report**  
 Mike Meyer presented the February 2024 Appropriations Report. Ethan Reimer made a motion to approve the February 2024 Appropriations Report. Tony Lawson seconded the motion, and the motion carried unanimously.

**Item No. 3 - WoodRiver Energy (WRE) Presentation – Don Krattenmaker & Alan Pederson**

Alan and Don covered the following topics:

- Background on WoodRiver Energy
- Wholesale Natural Gas
- WoodRiver Energy Assets
- Full vs. Partial Requirements
- How to Move Forward

**Item No. 4 – Gas Director Report**

Dixie Riedel presented the Gas Director Report, which included:

- Purchased Volume (Jan 2022 – Feb 2024)
- Industry Updates
- Henry Hub Cash Trading

- Storage – 41% above 5-year average
- Production – starting to see cuts due to weak pricing
- Coal – stockpiles at end of 2023 were highest since Nov 2020
- Renewables – 36GW of solar forecasted for 2024
- LNG Exports – Freeport terminal was scheduled to come back online this week, but has been pushed back to May.
- Daily Index Pricing February-March to-date
- Projected Pricing (Apr 2024-Apr 2027)
- January 2024 Average Prices by City
- 5-month 2024 Review Prices by City

#### **Item No. 5 – General Counsel Report**

Terri Pemberton provided updates on the following legislative topics:

- KCC Dockets (two dockets)
- KGS Southern Star farm tap acquisition docket – working on a procedural schedule right now. Do not expect any issues as KGS is aware of our position that they will need to unwind the Humboldt meter that was included in the purchase approval at FERC.
- KGS American Energies purchase docket – We reached a settlement – Staff/CURB recommend approval with certain limited conditions. This affects the City of Hesston, and KGS confirmed and agreed that the rate for Hesston will not change as a result of the current KGS Rate case.
- Winter Storm Uri Lawsuits – We are still at a holding position on both the AG case and the Class Action suits – the Judge will make a determination on whether the cases should be consolidated. Until that time, all deadlines for other pleadings have been stayed.

#### **Item No. 6 – General Manager Report**

Paul Mahlberg provided updates on the following topics:

- Provided an update on the City of Hardtner and state grant money found for cities on gas gathering systems to build pipeline to a main line pipe. They may reach out to Dixie for supply in future.
- Darren will be doing rate study for Argonia and Burrton to assist with their analyses regarding their systems.
- Dixie provided an update on the City of Little River. She visited the city to share information regarding our current gas management agreement with WRE. City is interested in pricing scenarios as we move forward for next year with WRE.

#### **Item No. 7 – Old Business**

- **Future Gas Supply Options**

Dixie Riedel and Paul Mahlberg gave a presentation on Future Gas Options for KMGA. Dixie recapped discussions with NPGCA and Constellation. Paul and Terri discussed the current Gas Acquisition Agreement between KMGA and the cities, and what options are available with respect to locking in fixed price options with terms longer than 12 months. Discussions ensued on the advantages and disadvantages on longer term agreements with the Cities.

All members of the Executive Committee agreed that staying with WoodRiver Energy is the best option right now.

Paul noted that, come May 1, 2024, we can secure gas through April 2026. Dixie will begin working the WRE to start layering in Supply through April 2026. We can work on modifying the term of the Agreement for a longer period over the coming months.

Paul also mentioned that we may need to look at WRE agreement to amend that term in order to lock in through April 30, 2026. At the next meeting, we will need action from the Executive Committee to confirm that we're staying with WRE.

**Item No. 8 – New Business**

None.

**Item No. 9 – Executive Session**

There was no Executive Session.

**Item No. 10 – Discuss and set date, time, and location for the next Executive Committee Meeting**

The next Executive Committee Meeting will take place virtually on April 17, 2024 at 10:30 a.m.

**Item No. 11 – Adjourn Meeting**

The meeting was adjourned at 12:28 p.m.



Ethan Reimer