

RESOLUTION NO. 12411

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MESA, ARIZONA, AUTHORIZING THE ACQUISITION OF UP TO 8,000 DEKATHERMS PER DAY OF INTERSTATE NATURAL GAS PIPELINE TRANSMISSION CAPACITY, AND AUTHORIZING ENTERING INTO AND APPROVING ASSOCIATED AGREEMENTS.

WHEREAS, the City of Mesa's ("City") natural gas utility service customer accounts and service demands continue to grow and additional pipeline capacity on the interstate gas transportation system is needed to continue reliable delivery of gas to Mesa's system.

WHEREAS, the City seeks to contract for up to 8,000 Dekatherms per day of natural gas transmission capacity from the Permian Basin to Mesa's natural gas distribution system to fulfill the City's natural gas utility growing demand.

WHEREAS, Transwestern Pipeline Company, LLC ("Transwestern") has commenced subscription for its Desert Southwest pipeline project that will transport natural gas supplies from the Permian Basin to the Phoenix area ("Project").

WHEREAS, the Arizona Electric Power Cooperative ("AEPCO") has acted to aggregate, administer and distribute resources on behalf of smaller electric and natural gas utilities who cannot qualify as an anchor shipper for the Project through their individual participation, and AEPCO has offered to administer and distribute on Mesa's behalf.

WHEREAS, City may be able, and is willing, to contract with either Transwestern or AEPCO to transport natural gas supplies from the Permian Basin to the Phoenix area and desires to enter into a subscription agreement and associated documents (or other form of agreement) necessary to facilitate and effectuate the City's ability to obtain up to 8,000 Dekatherms per day of natural gas transmission capacity from the Permian Basin to Mesa's natural gas distribution system (the "Agreement").

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Mesa, as follows:

Section 1. That the City, acting through the City Manager or his designee, is hereby authorized to execute an Agreement and associated documents for natural gas transmission capacity directly with Transwestern or through AEPCO for up to 8,000 Dekatherms per day of capacity.

Section 2. That the City Manager or his designee is authorized to enter and sign the Agreement and all associated contractual documents for interstate natural gas transmission capacity on behalf of the City of Mesa. The City Manager's or his designee's signature on such contractual documents shall constitute evidence of this City Council's approval thereof.

Section 3. That the various City officers and employees be and hereby are authorized and directed to perform all other acts necessary to give effect to this Resolution.

PASSED AND ADOPTED by the City Council of the City of Mesa, Arizona, this 8th day of September, 2025.

APPROVED:

MAYOR

ATTEST:

CITY CLERK