



City of El Paso Agenda Summary Form

City Clerk

Submitted On:

Jun 26, 2026, 02:59PM EDT

Department / Council Office	Sun Metro Mass Transit
Agenda Date	July 07, 2026
Public Hearing Date	
Email of User Submitting Form	Hernandezsx1@elpasotexas.gov
Contact Person	Anthony R. Dekeyzer 9152123306
2nd Contact Person	Claudia A. Garcia 9152120043
District(s) Affected	All Districts
Agenda Item	Discussion and action on a resolution 1) authorizing the Mayor to sign an amendment extending the term of Interlocal Agreement 2023-0067 between the City of El Paso and the Texas General Land Office for the purchase of natural gas for two additional years; 2) authorizing the Mayor to accept, reject, alter, amend, or terminate this interlocal Agreement without further action by the Mass Transit Department Board; and 3) that the expenditures under this agreement are governed by Mass Transit Department Board's approval of the City's annual budget.
Issue Statement	The Mass Transit Department Board is asked to approve a resolution amending the Interlocal Cooperation Agreement between the City of El Paso and the Texas General Land Office. This amendment will allow Sun Metro to continue purchasing natural gas for operational needs. The pricing is based on an indexed monthly gas price published in the Platts Gas Daily price guide report, plus a market demand factor. This approval will also allow any future actions required for this agreement to be processed administratively subject to GLO agreement, annual budget approval, and City Attorney review.
Background	Sun Metro relies on this fuel source to operate its compressed natural gas bus fleet. The City first executed an Interlocal Cooperation Agreement with the Texas General Land Office on August 1, 2014. The City has renewed or extended the agreement since that time to support ongoing fuel needs. Continued participation supports reliable fuel availability for Sun Metro operations.
Council Options	1. Approve item as recommended; 2. Deny approval; or 3. Postpone action, pending additional information.

Committee Review and/or Recommendation	This item was not reviewed by a City Council committee.
Community and Stakeholder Outreach (if applicable, as an attachment) – please include	N/A
Related City Policies	1. Procurement Sourcing Policy
Prior Council Action	On August 1, 2023 Mass Transit Board approved the award of contract 2023-0067 to Texas General Land Office for a two (2) year term and a one (1) year option to extend the contract for a total amount of \$9,000,000.00
The City Attorney's Office has reviewed the documents and signed off on the necessary forms	Yes
Amount and Source of Funding	Amount: N/A Funding Source: N/A
Enter the elected official's name followed by the amount donated.	Form was provided to the applicant. 1. Resolution 2. Amendment
For More Information	Jerry DeMuro (915) 212-3470 demurog@elpasotexas.gov

RESOLUTION

WHEREAS, The Texas General Land Office (“GLO”) sells natural gas to schools, cities, and other public retail customers at a reduced rate through the State Energy Marketing Program; and

WHEREAS, the Interlocal Cooperation Act allows governmental agencies to enter into contracts with each other and allows such contracts to be extended or renewed as needed; and

WHEREAS, the City of El Paso has been contracting with GLO through an Interlocal Cooperation Contract for many years to meet the City’s operational needs, which includes fueling its own vehicles as well as the vehicles of City tenants; and

WHEREAS, the current Interlocal Contract with GLO, Interlocal Cooperation Contract GLO Contract No. 23-151-000-E054 internally referenced by the City as Interlocal Agreement 2023-0067 (“Interlocal Contract”), expires in July 31, 2026 and the City would like to renew and extend the Interlocal Contract as needed in order to continue to obtain the necessary gas to fuel its vehicles; and

WHEREAS, the City will continue to need natural gas for its operational needs for the foreseeable future, especially as the transit system continues to grow and therefore would like to continue in the relationship with GLO as long as both parties are willing and able participants, as this relationship is beneficial for both parties; and

WHEREAS, the City will continue to align its use of GLO services with the annual City budget process, whereby the projected cost of the fuel is reviewed, updated, and authorized by The Mass Transit Department Board of the City of El Paso through approval of the applicable expenditures, fiscal year budget resolution and its associated schedules; and

WHEREAS, the City will renew or extend its Contract with GLO for natural gas each year in order to continue to meet the operational needs of the City and its tenants, which supports the transit system within the region and a high quality of life for the City of El Paso community.

BE IT RESOLVED BY THE MASS TRANSIT DEPARTMENT BOARD OF THE CITY OF EL PASO:

1. **That**, the recitals contained in this Resolution are hereby found to be true and correct and incorporated herein by reference.
2. **That**, the Mayor be authorized to sign the amendment to the Interlocal Cooperation Contract by and between City of El Paso and The Texas General Land Office, to allow the City to continue to purchase natural gas, pursuant to Chapter 791 of the Texas Government Code, under which the GLO will provide the City natural gas at an indexed gas price as published each month in the Platts Gas Daily price guide report plus a market demand factor of \$0.70 per MMBtu and as indicated in the contract.

3. **That**, the Mayor, be authorized to renew and extend the Interlocal Contract without further action from the Mass Transit Department Board, after receiving communication from the Texas General Land Office each year that they wish to renew or extend the Contract, as long as the expenditure continues to be approved in the annual budget resolution.
4. **That**, the Mayor be authorized to accept, reject, alter, amend or terminate the Interlocal Contract after review and approval by the City Attorney's office.
5. **That**, fiscal year expenditures with GLO be governed by the Mass Transit Department Board's approval of the annual Mass Transit Department budget and annual budget resolution.
6. **That**, the City Manager or designee be authorized to sign any related agreements, verifications and documents, after review and approval from the City Attorney's office, effectuate any budget transfers and submit necessary revisions to the operational plan, and take any actions necessary to carry out the intent of this resolution.

APPROVED this ____ day of _____, 2026.

MASS TRANSIT DEPARTMENT BOARD:

Renard U. Johnson
Chairman

ATTEST:

Laura D. Prine, Secretary

APPROVED AS TO FORM:



Joyce Garcia
Assistant City Attorney

APPROVED AS TO CONTENT:

 Deputy Transit Officer for

Anthony R. Dekeyzer, Director
Sun Metro/Mass Transit Department



**INTERLOCAL COOPERATION CONTRACT
GLO CONTRACT NO. 23-151-000-E054
AMENDMENT NO. 3**

STATE OF TEXAS
COUNTY OF TRAVIS

The **General Land Office (GLO)** and **City of El Paso, a Texas Municipal Corporation** (Receiving Agency, Vendor ID 74-6000749), are parties to that certain Interlocal Cooperation Contract No. 23-151-000-E054, entered into effective August 01, 2023, collectively referred to here as Contract. Capitalized terms not defined herein defined are defined as set forth in the Contract.

Whereas, the Parties now desire to modify the Contract to extend the term of the Contract; Now therefore, the parties agree to amend the Contract effective August 01, 2026, as follows:

1. Section 1.01 is deleted in its entirety and replaced with the following:
“1.01 **Term:** This contract shall be effective August 1, 2023 through July 31, 2028;

HOWEVER, the Contract shall be extended for each subsequent biennium if the requisite funding is appropriated by the Texas Legislature for the GLO and Receiving Agency for such biennium. If the requisite funding is appropriated and GLO wishes to extend the Contract, GLO shall notify Receiving Agency of the intent to extend for another year. The Mayor of the City shall have authority to renew the Contract administratively for another year upon receiving notice from GLO each subsequent year, dependent on the approval of the requisite funding for this Contract in the applicable fiscal year budget resolution and its associated schedules.”

2. Exhibit A is being deleted in its entirety and replaced with the attached Exhibit A.
3. Exhibit B is being deleted in its entirety and replaced with the attached Exhibit B.

Except as amended and modified herein, the terms and conditions of the Contract remain in full force and effect.

(Signatures begin on the following page)

GENERAL LAND OFFICE

Signed by:

Jennifer G Jones

Jennifer G Jones
Chief Clerk

CITY OF EL PASO

Renard U. Johnson
Mayor

APPROVED AS TO FORM:

Joyce Garcia

Joyce Garcia
Assistant City Attorney

APPROVED AS TO CONTENT:

Anthony R. Dekeyzer

Deputy Transit Officer for

Anthony R. Dekeyzer, Director
Mass Transit Department / Sun Metro

Date of execution: 5/31/2026

Date of execution: _____

OGC *SP* SEMP Dir *ea*

DepDir *MC* DCC *ea*

Exhibit A

GLO CONTRACT NUMBER: 23-151-000-E054

EFFECTIVE DATE OF CONTRACT: AUGUST 1, 2023

EFFECTIVE DATE OF EXHIBIT A: AUGUST 1, 2026

AGENCY NAME: CITY OF EL PASO

FACILITY NAME: SUN METRO

AGENCY LOCATION: EL PASO, TX

POINT OF DELIVERY: TEXAS GAS SERVICE METERS

FIXED GAS PRICE: N/A

INDEX GAS PRICE: Effective August 1, 2026, an Index Gas Price equal to the Index Price posting as first published each month in Platts Gas Daily Price Guide report in section titled "Monthly Bidweek Spot Gas Prices" under the heading "Southwest" and under the subheading "SoCal Gas" plus a Market Demand Factor of \$0.70 per MMBtu.

SWING GAS PRICE: For physical volumes delivered that are not priced under Fixed Gas Price or Index Gas Price, all volumes purchased in excess of the Fixed Gas Price and Index Gas Price volumes nominated at the first of the month for the delivery months will be the average price of the Platt's Gas Daily price under the heading "Southwest" and under the subheading "El Paso, South Mainline" plus a Market Demand Factor of \$0.25 per MMBtu. Any shortfall volumes sold for the delivery months, shall be credited at the monthly average price of the Gas Daily NGPL "El Paso, South Mainline" index as published in the Platts Gas Daily, Final Daily Price Survey minus \$0.10 per MMBtu.

CONTRACT MAINTENANCE FEE: \$0.03 per MMBtu

AUTHORIZED BY:

RECEIVING AGENCY:

Renard U. Johnson
Mayor
DATE: _____


Claudia A. Garcia, Director
Purchasing & Strategic Sourcing
DATE: _____

 Deputy Transit Officer for
Anthony R. Dekeyzer,
Mass Transit Department/ Sun Metro
DATE: _____

GENERAL LAND OFFICE

Signed by:


Jennifer G. Jones
Chief Clerk
DATE: 5/31/2026

EXHIBIT B
MONTHLY GAS CONSUMPTION ELECTION (MGCE)
CONTRACT # 23-151-000-E054

AGENCY: City of El Paso
FACILITY NAME: Sun Metro Mass Transit, TOC (Montana Ave) & Fred Wilson Stations
ADDRESS: 10151 Montana El Paso, TX 79925
CONTACT NAME: Anthony Dekeyzer
CONTACT PHONE: (915) 212-3306
EMAIL ADDRESS: DekeyzerA@elpasotexas.gov

Gas Consumption Per Month in MMBtu

Month-Year	Fixed	Index	Total	Month-Year	Fixed	Index	Total
Aug-26	0	31,379	31,379	Aug-27	0	31,379	31,379
Sep-26	0	27,156	27,156	Sep-27	0	27,156	27,156
Oct-26	0	28,744	28,744	Oct-27	0	28,744	28,744
Nov-26	0	24,855	24,855	Nov-27	0	24,855	24,855
Dec-26	0	25,429	25,429	Dec-27	0	25,429	25,429
Jan-27	0	26,231	26,231	Jan-28	0	26,231	26,231
Feb-27	0	25,219	25,219	Feb-28	0	25,219	25,219
Mar-27	0	26,522	26,522	Mar-28	0	26,522	26,522
Apr-27	0	27,329	27,329	Apr-28	0	27,329	27,329
May-27	0	27,860	27,860	May-28	0	27,860	27,860
Jun-27	0	29,427	29,427	Jun-28	0	29,427	29,427
Jul-27	0	31,072	31,072	Jul-28	0	31,072	31,072
TOTAL	0	331,223	331,223	TOTAL	0	331,223	331,223

Agency Representative Signature: 
 Agency Representative Name: for Claudia A. Garcia
 Agency Representative Title: Director of Purchasing &

Agency Representative Signature:  Deputy Transit Officer for
 Agency Representative Name: Anthony R. Dekeyer
 Agency Representative Title: Director of Mass Transit

Agency Representative Signature: _____
 Agency Representative Name: Renard U. Johnson
 Agency Representative Title: Mayor

Effective Date: _____

GLO Initials: 