



October 1, 2004

To the Honorable Mayor and
Members of the City Council
City of Taylor

RE: Change in Ownership

To Whom It May Concern:

Effective October 1, 2004, Atmos Energy Corporation acquired by merger substantially all of the business of TXU Gas Company. All local franchise agreements are unaffected by the merger and you should experience no interruption in payment of franchise fees. Correspondence and payments will continue to be issued under the TXU Gas name for several months while we work diligently to transition the TXU Gas systems into the name of Atmos Energy. If you have any questions regarding this transition, please feel free to contact me.

Sincerely,

A handwritten signature in black ink, appearing to read "Randy Hartford", with a long horizontal line extending to the right.

Randy Hartford

Atmos Energy Corporation
P.O. Box 650205, Dallas, Texas 75265-0205
P 972-934-9227 atmosenergy.com