



Maya Sanchez
Mayor

Leticia Miranda
Alderson Place 1

David Cantu
Alderson Place 2

Miguel Najera Jr.
Alderson Place 3

Rebecca Martinez-Juarez
Alderson Place 4

George Almanzar
Alderson Place 5

RESOLUTION NO. 1711R.03

A RESOLUTION AND ORDER BY THE CITY OF SAN ELIZARIO AUTHORIZING INTERVENTION IN THE TEXAS GAS SERVICE RATE CASE --GRIP -- PROCEEDING

- WHEREAS, Texas Gas Service Company ("TGS"), a division of ONE Gas, Inc., distributes natural gas within the city limits of the City of San Elizario ("City") pursuant to a franchise granted to ONE Gas, Inc. by the City, and is a gas utility; and
- WHEREAS, pursuant to the Gas Utility Regulatory Act, Texas Utilities Code Section 103.001, the City has exclusive original jurisdiction over the rates, operations, and services of the TGS within the City; and
- WHEREAS, on March 15, 2017, TGS filed an interim rate adjustment request with the City and before the Texas Railroad Commission to recover infrastructure improvements and system investments in calendar year 2016, as permitted under the Gas Reliability Infrastructure Program, "GRIP" statute; and
- WHEREAS, the rate adjustment is projected to increase on average monthly the residential bill by about \$1.20, and a commercial bill by about \$3.75, both excluding taxes; and
- WHEREAS, the City has 60 days to review the proposed rate adjustment and may suspend implementation of the rate adjustment for an additional 45 days; and
- WHEREAS, the rate increase is scheduled to take effect June 28, 2017; and
- WHEREAS, pending action on the suspension by the City, the City Council finds it appropriate to authorize intervention of the City in the rate case proceeding and address other matters relating to the proceeding.

NOW, THEREFORE, BE IT RESOLVED AND ORDERED by the City Council of San Elizario, Texas, that:

1. The foregoing recitals are hereby adopted as facts and are incorporated fully herein.
2. The City Council authorizes its attorneys to file a motion of intervention in the TGS rate case before the Texas Railroad Commission at the appropriate time.
3. The Mayor or her designee and the city's attorneys are authorized to coordinate and work with all other cities in the area immediately on negotiating a rate change in the regulatory proceedings.
4. The City Council waives any existing or potential conflict of interest that may apply to the Bojorquez Law Firm and all of its attorneys in conjunction with their representation of the City of San Elizario in the matter of the Texas Gas Service Company.
5. This Resolution shall be effective immediately upon passage.

PASSED AND ADOPTED this, the 28th day of March, 2017, by a vote of 5 (ayes) to 0 (nays) to 0 (abstentions) of the City Council of San Elizario, Texas.

CITY OF SAN ELIZARIO, TEXAS



Maya Sanchez, Mayor