

RESOLUTION NO. _____

A RESOLUTION BY THE TOWN OF HORIZON CITY, TEXAS, ("CITY") RESPONDING TO THE APPLICATION OF TEXAS GAS SERVICE COMPANY, A DIVISION OF ONE GAS, INC., TO INCREASE RATES UNDER THE GAS RELIABILITY INFRASTRUCTURE PROGRAM; SUSPENDING THE EFFECTIVE DATE OF THIS RATE APPLICATION FOR FORTY-FIVE DAYS; AUTHORIZING REPESENTATION BY COUNSEL; REQUIRING THE REIMBURSEMENT OF COSTS; DETERMINING THAT THE MEETING AT WHICH THE RESOLUTION WAS ADOPTED COMPLIED WITH THE TEXAS OPEN MEETINGS ACT; MAKING SUCH OTHER FINDINGS AND PROVISIONS RELATED TO THE SUBJECT; AND DECLARING AN EFFECTIVE DATE.

WHEREAS: on or about March 10, 2026, Texas Gas Service Company, a Division of ONE Gas, Inc., (the Company or TGS) filed an application to increase its gas utility rates under the Gas Reliability Infrastructure Program (“GRIP”), resulting in a requested increase in its monthly customer charges as shown below:

Rate Schedule	Current Customer Charge	Proposed 2026 Interim Rate Adjustment	Proposed Monthly Customer Charge
Residential - Small Average Usage of @ 1.7 Mcf*	\$19.50	\$3.58	\$23.08
Residential - Large Average Usage of @ 4.6 Mcf*	\$35.00	\$3.58	\$38.58
Commercial - Small Average Usage of 4.5 Mcf*	\$75.00	\$13.70	\$88.70
Commercial - Large Average Usage of 89.8 Mcf*	\$150.00	\$13.70	\$163.70
Industrial Average Usage of 408.1 Mcf*	\$1,250.00	\$197.56	\$1,447.56
Public Authority Average Usage of 54.9 Mcf*	\$200.00	\$25.90	\$225.90
Compressed Natural Gas Average Usage of 0 Mcf*	\$320.00	\$0.00	\$320.00
Transportation - General Average Usage of 701.0 Mcf*	\$500.00	\$99.98	\$599.98
Transportation - Electrical Generation Average Usage of 35,532.7 Mcf*	\$1,000.00	\$2,275.55	\$3,275.55

and

WHEREAS: The City has a special responsibility to exercise due diligence with regard to rate increases of monopoly utilities who operate within its boundaries; and

WHEREAS: The application to increase rates by TGS is complex; and

WHEREAS: It is necessary to suspend the effective date for the increase in rates for forty-five days, so that the City can assure itself that the data and calculations in TGS's rate application are correctly done, and whether TGS's application otherwise conforms to the requirements of Texas Utilities Code § 104.301, commonly referred to as the GRIP statute; and

WHEREAS: The effective date proposed by TGS is May 9, 2026, but a suspension by the City means that the rate increase cannot go into effect prior to June 23, 2026.

NOW THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF BORGER, TEXAS THAT:

SECTION 1. The statements and findings set out in the preamble to this resolution are hereby in all things approved and adopted.

SECTION 2. Pursuant to the authority granted the City under Section 104.301 of the Texas Utilities Code the City suspends TGS's proposed effective date of May 9, 2026, by forty-five days to June 23, 2026.

SECTION 3. The City finds that additional time is needed in order to review the data and calculations that provide the basis for the rate increase application, and to determine whether TGS's application otherwise conforms to the requirements of the GRIP statute.

SECTION 4. The City authorizes the law firm of Herrera Law & Associates, PLLC, to act on its behalf in connection with TGS's application to increase rates.

SECTION 5. TGS is ordered to reimburse the City's reasonable rate case expenses incurred in response to TGS's application within 30 days of receipt of invoices for such expenses to the extent allowed by law.

SECTION 6. The meeting at which this resolution was approved was in all things conducted in compliance with the Texas Open Meetings Act, Texas Government Code, Chapter 551.

SECTION 7. This resolution shall be effective immediately upon passage.

PASSED AND APPROVED this _____ day of May 2026.

TOWN OF HORIZON CITY

By: _____
Andres Renteria, Mayor

ATTEST:

By: _____
Elvia Schuller, City Clerk

APPROVED AS TO FORM:

By: _____
Sylvia Borunda Firth, City Attorney