

CITY OF CASTROVILLE

GAS UTILITY RATE DESIGN

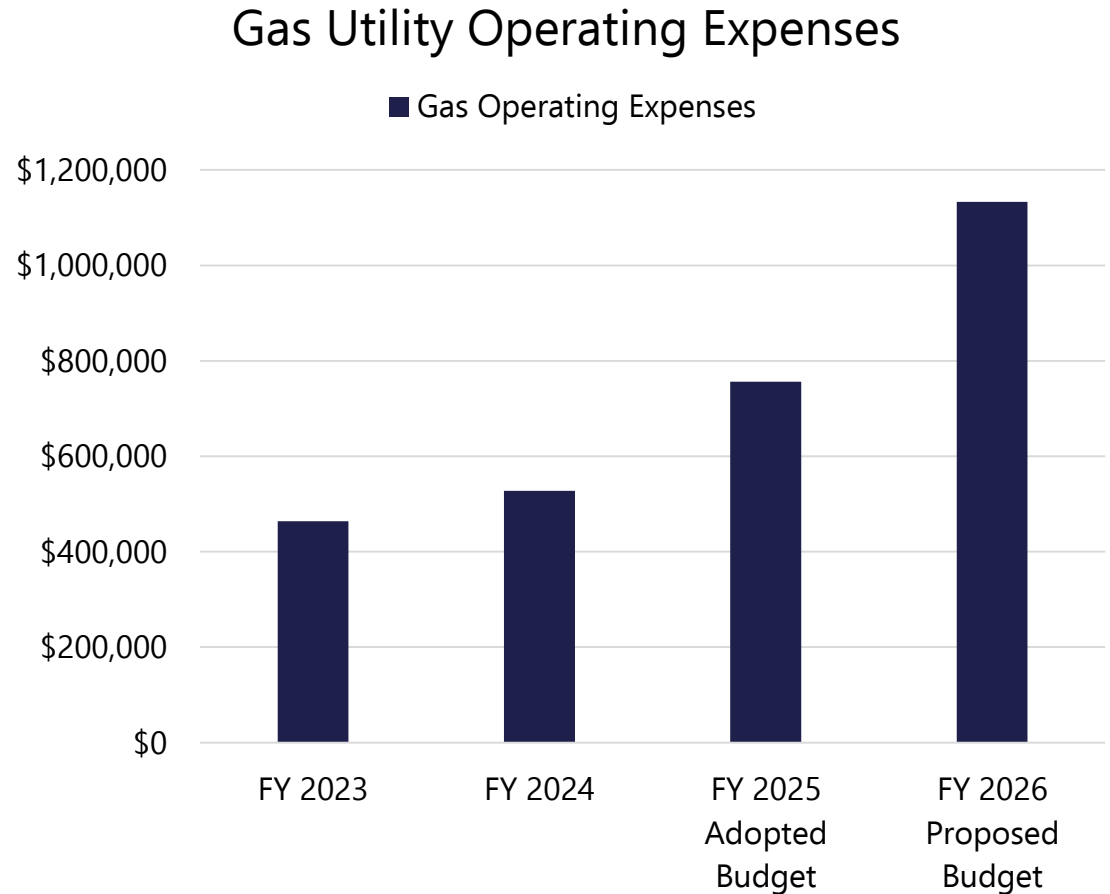
WE GIVE YOU THE **POWER TO PERFORM**

SENERGY™

POWERED BY SCHNEIDER ENGINEERING

BACKGROUND

- CPS Gas O&M contract terminated.
- Increased budget due to hiring of new staff, purchase of equipment, capital expenditure, and other expenses



CURRENT GAS UTILITY RATES

| Gas | Customer Charge | Volume Charge (\$/CF) |
|---------------------|-----------------|-----------------------|
| Residential Inside | \$16.00 | \$0.01060 |
| Residential Outside | \$21.00 | \$0.01290 |
| Commercial Inside | \$21.00 | \$0.01060 |
| Commercial Outside | \$26.00 | \$0.01290 |

PROPOSED RATE ADJUSTMENTS

- Option 1: Incremental Rate Increase

| | FY 2026 | | FY 2027 | | FY 2028 | |
|---------------------|-----------------|-----------------------|-----------------|-----------------------|-----------------|-----------------------|
| Gas Utility | Customer Charge | Volume Charge (\$/CF) | Customer Charge | Volume Charge (\$/CF) | Customer Charge | Volume Charge (\$/CF) |
| Residential Inside | \$25.60 | \$0.01696 | \$26.94 | \$0.01785 | \$28.35 | \$0.01879 |
| Residential Outside | \$33.60 | \$0.02064 | \$35.36 | \$0.02172 | \$37.22 | \$0.02286 |
| Commercial Inside | \$33.60 | \$0.01696 | \$35.36 | \$0.01785 | \$37.22 | \$0.01879 |
| Commercial Outside | \$41.60 | \$0.02064 | \$43.78 | \$0.02172 | \$46.08 | \$0.02286 |

- Option 2: One-time Rate Increase

| | FY 2026 | |
|---------------------|-----------------|-----------------------|
| Gas Utility | Customer Charge | Volume Charge (\$/CF) |
| Residential Inside | \$28.35 | \$0.01879 |
| Residential Outside | \$37.22 | \$0.02286 |
| Commercial Inside | \$37.22 | \$0.01879 |
| Commercial Outside | \$46.08 | \$0.02286 |

RESIDENTIAL RATE COMPARISON

| Utility | Customer Charge | Volume Charge (Incl. GCRF) | Transportation Cost Adder | Total Bill (1800 CF) |
|---|-----------------|----------------------------|---------------------------|----------------------|
| Grey Forest | \$9.50 | \$15.12 | | \$24.62 |
| CPS | \$10.36 | \$15.74 | | \$26.10 |
| Boerne | \$15.53 | \$22.58 | | \$38.11 |
| Castroville - Current Rates | \$16.00 | \$19.08 | \$3.15 | \$38.23 |
| Castroville Proposed - FY2026 Incremental | \$25.60 | \$39.06 | \$3.15 | \$67.81 |
| Castroville Proposed - FY2027 Incremental | \$26.94 | \$40.59 | \$3.15 | \$70.68 |
| Castroville Proposed - FY2028 Incremental | \$28.35 | \$42.28 | \$3.15 | \$73.78 |
| Castroville Proposed - FY2026 One-time | \$28.35 | \$42.28 | \$3.15 | \$73.78 |

QUESTIONS