

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 terminating
- This is resulting in need for hiring new staff, purchase of equipment, additional expenses
- Historical expenses reported as follows:

Historical Expenses	Expenses FY2023	Expenses FY2024
Gas Utility	\$463,644	\$527,267

CURRENT GAS UTILITY RATES

Gas	Customer Charge	Volume Charge
Residential Inside	\$16.00	\$0.01060
Residential Outside	\$21.00	\$0.01290
Commercial Inside	\$21.00	\$0.01060
Commercial Outside	\$26.00	\$0.01290

Budget/ Revenue Requirement	Adopted Budget FY2025	Proposed Budget FY2026
Gas Utility	\$756,352	\$1,131,481

PROPOSED RATE ADJUSTMENTS

- Option 1: Incremental Rate Increase

	FY 2026		FY 2027		FY 2028	
Gas	Customer Charge	Volume Charge	Customer Charge	Volume Charge	Customer Charge	Volume Charge
Residential Inside	\$25.60	\$0.0170	\$27.30	\$0.01809	\$29.12	\$0.01929
Residential Outside	\$33.60	\$0.0206	\$35.83	\$0.02201	\$38.21	\$0.02347
Commercial Inside	\$33.60	\$0.0170	\$35.83	\$0.01809	\$38.21	\$0.01929
Commercial Outside	\$41.60	\$0.0206	\$44.37	\$0.02201	\$47.32	\$0.02347

- Option 2: One-time Rate Increase

	FY 2026	
Gas	Customer Charge	Volume Charge
Residential Inside	\$29.12	\$0.01929
Residential Outside	\$38.21	\$0.02347
Commercial Inside	\$38.21	\$0.01929
Commercial Outside	\$47.32	\$0.02347

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	\$27.54	\$3.15	\$46.69
Castroville Proposed - FY2026 Incremental	\$25.60	\$39.06	\$3.15	\$67.81
Castroville Proposed - FY2027 Incremental	\$27.30	\$41.02	\$3.15	\$71.47
Castroville Proposed - FY2028 Incremental	\$29.12	\$43.18	\$3.15	\$75.45
Castroville Proposed - FY2026 One-time	\$29.12	\$43.18	\$3.15	\$75.45

QUESTIONS