



STAFF REPORT
City of Dripping Springs
PO Box 384
511 Mercer Street
Dripping Springs, TX 78620

Submitted By: Aniz Alani, Deputy City Attorney

Council Meeting Date: March 4, 2025.

Agenda Item Wording: Discuss and consider approval of a resolution suspending the April 12, 2025 effective date of the interim rate adjustments proposed by Texas Gas Service Company for the maximum period allowed by Texas Utilities Code § 104.301(a) to permit adequate time to review the proposed increases, analyze all necessary information, and take appropriate action related to the proposed increases.

Agenda Item Requestor: Laura Mueller, City Attorney

Summary/Background: On February 11, 2025, Texas Gas Service Company made an Interim Rate Adjustment or “GRIP” filing with the cities in its Central-Gulf Service Area. The Company is seeking recovery of \$117,718,719 in invested capital. The current filing will increase rates to residential customers by \$3.36 per month. This will increase the current residential customer charge from \$18.00 to \$ 21.36 per month. The increase is currently scheduled to go into effect on April 12, 2025.

Under the GRIP statute, cities may not challenge the Company’s request. The only action cities may take is to suspend the effective date of the rate increase by 45 days.

Accordingly, the purpose of the Resolution is to suspend the effective date of the rate increase proposed by TGS to permit adequate time to review the proposed increases, analyze all necessary information, and take appropriate action related to the proposed increases.

Commission Recommendations: N/A

Recommended Council Actions: Approve Resolution suspending the effective date of Texas Gas Service Company’s proposed rate increases.

Attachments: Draft resolution

Letter dated February 11, 2025 from TGS attaching implementation tariffs