



ACTION ITEM REPORT

Item Title:

Consideration and ACTION to approve an resolution of the City of Los Fresnos, Texas suspending the august 19, 2025 effective date of Texas Gas Service Company's requested increase to permit the city time to study the request and to establish reasonable rates; approving cooperation with other cities in the Texas Gas Service Company's service area; hiring legal and consulting services to negotiate with the company and direct any necessary litigation and appeals; authorizing intervention in Texas gas service's statement of intent to change gas utility rates at the railroad commission; requiring reimbursement of cities' rate case expenses; finding that the meeting at which this resolution is passed is open to the public as required by law; requiring notice of this resolution to the company and legal counsel.

Recommendation:

As happens almost annually, Texas Gas Service has requested a rate increase. By law we are allowed to question the increase and most of the time we are advised to do that. Cities in the area combine together and hire 1 firm that specializes in this field. Part of the process of questioning the increase is to fund it out of the increase so there is no cost to the city.

I recommend approval.