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2 **RESOLUTION NO. 2024-09-18-16**  
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4 **RESOLUTION OF THE CITY OF ROLLINGWOOD, TEXAS**  
5 **DENYING TEXAS GAS SERVICE COMPANY'S**  
6 **REQUESTED RATE INCREASE; REQUIRING THE**  
7 **COMPANY TO REIMBURSE THE CITY'S REASONABLE**  
8 **RATEMAKING EXPENSES; FINDING THAT THE**  
9 **MEETING AT WHICH THIS RESOLUTION IS PASSED IS**  
10 **OPEN TO THE PUBLIC AS REQUIRED BY LAW;**  
11 **REQUIRING NOTICE OF THIS RESOLUTION TO THE**  
12 **COMPANY AND THE CITY'S LEGAL COUNSEL**  
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14 WHEREAS, the City of Rollingwood, Texas ("City") is a gas utility customer of Texas  
15 Gas Service Company ("TGS" or "Company"), a Division of ONE Gas, Inc., and is a regulatory  
16 authority under the Gas Utility Regulatory Act ("GURA") and has exclusive original jurisdiction  
17 over TGS's rates, operations, and services within the City; and  
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19 WHEREAS, the City cooperated with a coalition of similarly situated cities served by the  
20 Company that have joined together to facilitate the review and response to natural gas issues  
21 affecting rates charged in TGS's Central-Gulf Service Area ("TGS Cities"); and  
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23 WHEREAS, on or about June 3, 2024, the Company filed a Statement of Intent to increase  
24 gas rates in all municipalities exercising original jurisdiction within the incorporated areas of the  
25 Central-Gulf Service Area; and  
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27 WHEREAS, TGS proposed July 8, 2024, as the effective date for its requested increase in  
28 rates; and  
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30 WHEREAS, the City passed Resolution No. 2024-06-12-13 to suspend the effective date  
31 of TGS's requested rate increase for the maximum period allowed by law, until October 4, 2024;  
32 and  
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34 WHEREAS, TGS Cities hired and directed legal counsel and consultants to prepare a  
35 common response to the Company's requested system-wide rate increase, which resulted in a  
36 conclusion that TGS's rates are not reasonable and a recommendation that the rate request be  
37 denied; and  
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39 WHEREAS, the GURA § 103.022 provides that costs incurred by TGS Cities in  
40 ratemaking activities are to be reimbursed by the regulated utility.  
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42 THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF  
43 ROLLINGWOOD, TEXAS:  
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45 1. That the rates proposed by TGS to be recovered through its gas rates charged to  
46 customers located within the City limits are hereby found to be unreasonable and shall be denied.

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2. That the Company shall continue to charge its existing rates to customers within the City and that said existing rates are reasonable.

3. That the City’s reasonable rate case expenses shall be reimbursed by the Company.

4. That it is hereby officially found and determined that the meeting at which this Resolution is passed is open to the public as required by law and the public notice of the time, place, and purpose of said meeting was given as required.

5. A copy of this Resolution shall be sent to TGS representatives Judy Hitchye and Anthony Brown, Texas Gas Service Company, Barton Skyway IV, 1301 S. Mopac, Suite 400, Austin, Texas 78746 ([Judy.Hitchye@onegas.com](mailto:Judy.Hitchye@onegas.com); [Anthony.Brown@onegas.com](mailto:Anthony.Brown@onegas.com)), and to Thomas Brocato at Lloyd Gosselink Rochelle & Townsend, P.C., 816 Congress Avenue, Suite 1900, Austin, Texas 78701 ([tbrocato@lglawfirm.com](mailto:tbrocato@lglawfirm.com)).

PASSED AND APPROVED this 18th day of September 2024.

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Gavin Massingill, Mayor

ATTEST:

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Ashley Wayman, City Administrator