Weatherford City Council

AGENDA REPORT

Meeting Date:	August 12, 2025	**Staff Contact:**	Dawn Brooks, Chief Financial Officer
Item Number:	2025-418-AR	**Phone:**	817-598-4130

SUBJECT: Consider adoption of Resolution R2025-12 to deny a proposed rate change by Texas Gas Service Company, a Division of ONE Gas, Inc.

BACKGROUND/DISCUSSION

On June 30, 2025, Texas Gas Service Company ("TGS"), a Division of ONE Gas, Inc., pursuant to Gas Utility Regulatory Act § 104.102, filed its Statement of Intent to change gas rates at the Railroad Commission of Texas (Case No. OS-25-00028202) and in all municipalities exercising original jurisdiction throughout Texas. The proposed changes consolidate all TGS service areas into one footprint for all of Texas, charging the same rates to all areas, with rates scheduled to become effective August 19, 2025.

The City has independently reviewed the proposed rate increase and determined that it should be denied. By denying this rate request, TGS may either maintain existing rates, appeal the City's denial to the Railroad Commission of Texas, or file a new statement of intent with different proposed rates. If TGS appeals to the Railroad Commission, our citizens will be able to participate in any savings that may be recommended by the Railroad Commission during their regulatory review process.

The Gas Utility Regulatory Act § 103.022 provides that costs incurred by municipalities in ratemaking activities are to be reimbursed by the regulated utility.

FINANCIAL IMPACT

None to the City. The City's reasonable rate case expenses, if any, may be reimbursed by Texas Gas Service Company as provided by law.

SUGGESTED ACTION

Staff recommends adoption of the resolution to deny the rate change request by Texas Gas Service Company.

ATTACHMENTS

- R2025-12