



Texas Gas Service Statement of Intent to Change Gas Utility Rates

Matter No. 22-1008-189
PUC Docket No. 52195
November 22, 2022
Assistant City Attorney, Donald Davie

Space reserved for the ASL
interpreter

Do not move, modify, or add
any information on this box.

History + Timeline

Space reserved for the ASL interpreter

Do not move, modify, or add any information on this box.





TGS Proposals: Big Picture

- 1. TGS Requested Rate Increase**
- 2. Consolidation**
- 3. Cost Allocation**

Space reserved for the ASL
interpreter

Do not move, modify, or add
any information on this box.

TGS Requested Rate Increase

Space reserved for the ASL interpreter

Do not move, modify, or add any information on this box.

	Overall Impact to Revenue	Rate of Return on Equity / Capital Structure	Depreciation Expense	Admin & General Expense
TGS Filed Request	\$13 Million	10.25%	\$3.6 Million	\$4 Million
City Position	(\$300) Thousand decrease	9.35%	\$540 Thousand	\$6 Million
RRC Staff Position	\$9.8 Million	9.54%	N/A	N/A

TGS Requested Rate Design

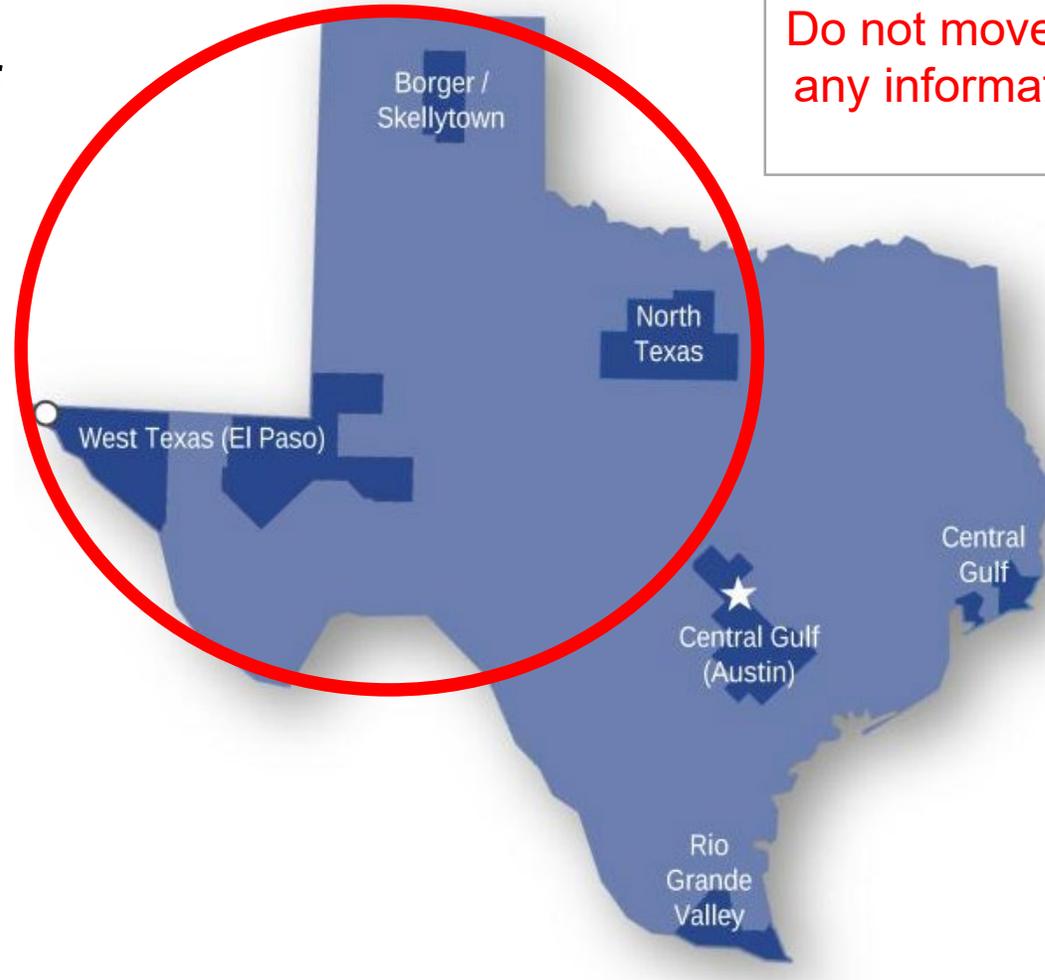
Space reserved for the ASL interpreter

Do not move, modify, or add any information on this box.

	Customer Charge Large Residential	Customer Charge Small Residential
TGS	\$35	\$20
City	\$17-\$20	\$17-\$20
RRC Staff	\$30	\$17

Consolidation

- Proposed consolidation of WTSA, BSSA, and NTSA into new West North Service Area (WNSA)



Space reserved for the ASL interpreter

Do not move, modify, or add any information on this box.

Space reserved for the ASL interpreter

Cost Allocation by Service Area

Do not move, modify, or add any information on this box.

- **\$7 million impact to El Paso in Consolidation**

Service Area	Stand Alone Revenue Deficiency	Consolidated Revenue Deficiency	Difference
WTSA	\$11,059,453	\$18,088,833	<u>\$7,029,380</u>
BSSA	\$565,417	\$415,451	(\$149,966)
NTSA	\$1,353,488	(\$5,324,580)	(\$6,678,068)
Total	\$12,978,358	\$13,179,704	\$201,346





Cost Allocation & Average Bill Impact Consolidation WTSA

Space reserved for the ASL
interpreter

Do not move, modify, or add
any information on this box.

Customer Class	Allocation	Average Bill Increase
Overall Increase	\$18,088,833	
Residential	\$16,194,974	\$4.39
Commercial	\$1,942,949	\$10.46
Industrial	(\$130,939)	(\$12.74)



Next Steps

Space reserved for the ASL interpreter

Do not move, modify, or add any information on this box.



Questions?

Space reserved for the ASL
interpreter

Do not move, modify, or add
any information on this box.

MISSION



Deliver exceptional services to support a high quality of life and place for our community

VISION



Develop a vibrant regional economy, safe and beautiful neighborhoods and exceptional recreational, cultural and educational opportunities powered by a high performing government

Space reserved for the ASL interpreter

Do not move, modify, or add any information on this box.



VALUES

Integrity, **R**espect, **E**xcellence,
Accountability, **P**eople