

TEXAS GAS SERVICE COMPANY GRIP REQUEST 2013

El Paso City Council

July 2, 2013

Item 11

GRIP Statute

- City Has Original Jurisdiction over the Rates and Services of Texas Gas Service Utilities Code §103.001
- GRIP Statute--Utilities Code §104.301
 - Interim Rate Adjustment
 - Change in rates only for changes in Plant
 - No full rate case
 - No review of Expenses and Revenues
 - TGS 3rd Request since last rate case
 - Utility does not need to file a full case until 5 ½ years after the first GRIP approval—February 2017.

Requested Changes in Charges

• Rate Schedule	Current	Request	Total
• 10 - Residential	\$11.52	\$1.55	\$13.07
• 20, 21 - Commercial, Comm. A/C	\$20.63	\$5.01	\$25.64
• 25, 26 - Public Authority, Pub Auth. A/C	\$40.98	\$17.35	\$58.33
• 27 - Municipal Water Pumping	\$158.60	\$80.50	\$239.10
• 40 - Industrial	\$111.54	\$57.35	\$168.91
• SS - Stand By	\$152.53	\$57.35	\$209.90
• T-1 - Standard Transportation	\$436.80	\$318.61	\$755.41

Nature of Request

- El Paso Service Area Increase \$5,322,055
- 13% Increase in Base Revenues (Excl. Cost of Gas)
- Proposed increases in customer charge
 - 13% Residential
 - 24% Commercial
 - > 50% Municipal Pumping and Industrial
- Based on claimed additional net investment of \$33,910,516
- 21% increase in net plant.
- 2011 Request was \$2 million settled at \$1.4 million

Dates and Actions

- Filed April 2, 2013
- Deadline to Act July 16, 2013