CITY OF ROLLINGWOOD ORDINANCE NO. 2014-03-19

AN ORDINANCE SUSPENDING THE IMPLEMENTATION OF THE INTERIM RATE ADJUSTMENT UNDER SECTION 104.301 OF THE TEXAS UTILITIES CODE BY TEXAS GAS SERVICE COMPANY WITHIN THE CITY OF ROLLINGWOOD, TEXAS, PENDING HEARING AND DECISION BY THE CITY COUNCIL.

WHEREAS, on February 11, 2014, Texas Gas Service Company ("TGS" or the "Company") filed with the City of Rollingwood (the "City") an interim rate adjustment and associated Rate Schedule IRA that would allow the Company to recover the incremental costs of new investment it has made within its Central Texas Service Area ("CTXSA"). Parallel requests were filed by TGS that same day with all nine municipalities (Austin, Bee Cave, Cedar Park, Dripping Springs, Kyle, Lakeway, Rollingwood, Sunset Valley and West Lake Hills) in the CTXSA. If applied on a total system basis for the entire CTSA (all nine municipalities and their environs), the proposed rate and tariff changes would allow the Company to recover its capital invested in the CTXSA from January1, 2013, through December 31, 2013, in the amount of \$5,664,928; and

WHEREAS, TGS proposed an effective date for said interim rate adjustment and Rate Schedule IRA to become effective on April 12, 2014; and

WHEREAS, in support of said interim rate adjustment and Rate Schedule IRA TGS has submitted the requisite supporting documentation, including Schedules, Earnings Report, and Investment Reports; and

WHEREAS, pursuant to Texas Utilities Code § 104.301(a), the City is authorized to suspend the implementation of said interim rate adjustment and Rate Schedule IRA for a period not to exceed 45 days beyond the effective date proposed by the Company; and

WHEREAS, the City Council hereby finds that it requires additional time to review and consider the IRA tariff and supporting documentation filed by the Company;

NOW, THEREFORE, BE IT ORDAINED AND ORDERED BY THE CITY COUNCIL OF THE CITY OF ROLLINGWOOD THAT:

The implementation of the interim rate adjustment and associated Rate Schedule IRA filed by TGS, and the Company's proposed effective date of April 12, 2014, shall be and hereby are **SUSPENDED** within the City of Rollingwood pursuant to Section 104.301(a) the Texas Utilities Code for 45 days beyond said date (that is, through May 27, 2014), or until adoption by the City Council of a final ordinance addressing the implementation of the Company's interim rate adjustment and IRA tariff, whichever shall first occur.

This ordinance takes effect on March 19, 2014.

PASSED AND APPROVED ON: March 19, 2014.

ATTEST:

ity Secretary

APPROVED: