

ORDINANCE NO. 400

AN ORDINANCE FIXING AND DETERMINING THE GENERAL SERVICE RATE TO BE CHARGED FOR SALES OF NATURAL GAS TO RESIDENTIAL AND COMMERCIAL CONSUMERS IN THE CITY OF ADDISON, DALLAS COUNTY, TEXAS; PROVIDING FOR THE MANNER IN WHICH SUCH RATE MAY BE CHANGED, ADJUSTED, AND AMENDED; PROVIDING FOR THE SURCHARGE ORDERED IN RAILROAD COMMISSION GUD-683 AND PROVIDING FOR A RE-CONNECT CHARGE.

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF ADDISON, TEXAS:

SECTION 1. Effective with gas bills rendered on and after thirty (30) days from the final date of passage of this ordinance, the maximum general service rate for sales of natural gas rendered to residential and commercial consumers within the city limits of Addison, Texas, by Lone Star Gas Company, a Division of ENSERCH CORPORATION, a Texas Corporation, its successors and assigns, is hereby fixed and determined as set forth in Item A, in the Attachment hereto which is incorporated herein.

SECTION 2. The residential and commercial rates set forth above shall be adjusted upward or downward from a base of \$1.4883 per Mcf by a Gas Cost Adjustment Factor expressed as an amount per thousand cubic feet (Mcf) of natural gas for changes in the intra-company city gate rate charge as authorized by the Railroad Commission of Texas or other regulatory body having jurisdiction for gas delivered to the Addison distribution system according to Item B, in the Attachment hereto which is incorporated herein.

SECTION 3. Company shall also receive tax adjustments according to Item C, in the Attachment hereto which is incorporated herein.

SECTION 4. Company shall also receive reconnect charges according to Item D, in the Attachment hereto which is incorporated herein.

SECTION 5. In addition to the aforesaid rates, Company shall have the right to collect such reasonable charges as are necessary to conduct its business and to carry out its reasonable rules and regulations in effect. The rates set forth above may be changed and amended by either the City or Company furnishing gas in the manner provided by law. Service hereunder is subject to the orders of regulatory bodies having jurisdiction, and to the Company's Rules and Regulations currently on file in the Company's office.

SECTION 6. It is hereby found and determined that the meeting at which this ordinance was passed was open to the public, as required by Texas Law, and that advance public notice of the time, place and purpose of said meeting was given.

PASSED AND APPROVED on this the 27th day of June, 1978.

MAYOR Jerry Redding

ATTEST:

Jacque Sharp
CITY SECRETARY

ATTACHMENT TO ORDINANCE NO. 400

City of Addison, Texas

LONE STAR GAS COMPANY
PROPOSED REVISIONS OF TARIFFS & SCHEDULES

Item A. The following rate is applicable to sales to residential and commercial consumers per meter per month or for any part of a month for which gas is used at the same location:

First 1,000 Cu. Ft. or less: \$4.000
Over 1,000 Cu. Ft. @ \$2.025 per Mcf

Minimum bill is \$4.00 per month. Bills are due and payable within ten days from monthly billing date.

Item B. Gas Cost Adjustment with \$1.4883 per Mcf base city gate rate (Rb). The amount of each monthly bill computed at the above stated rates shall be subject to the following adjustments:
The Gas Cost Adjustment Factor shall be calculated according to the following formula:

$$GCA = \frac{Pe(Re-Rb)+C \times T}{Se}$$

where,

GCA = Gas Cost Adjustment Factor applicable to all bills rendered for gas service during the current calendar month, rounded and expressed to the nearest \$0.0001 per Mcf.

Pe = Purchased gas volumes estimated to be received at the city gate measuring station (s) of this distribution system applicable to the estimated residential and commercial sales for the same current month, in Mcf.

Se = Sales volumes estimated to be filled and recorded during the current month to residential and commercial customers, in Mcf.

Re = Estimated weighted average city gate rate for the current month applicable to residential and commercial volumes, in dollars per Mcf.

Rb = Base city gate rate for residential and commercial volumes as established and included in the schedule of rates shown herein, in dollars per Mcf.

- C = Correction amount equal to the difference between (1) the corrected amount of gas cost adjustment, and (2) the amount of gas cost adjustment actually billed; with both amounts (1) and (2) being for the second prior month in dollars.
- T = Tax adjustment multiplying factor having the purpose of expanding the gas cost adjustment to include revenue related taxes or charges associated with the revenues collected by the Company for residential and commercial sales from this distribution system, equal to the reciprocal of 1.00000 minus the sum of any street and alley rental and state occupation tax.

Item C. Tax Adjustment

The tax adjustment shall be an amount equivalent to the proportionate part of any new tax, or increased tax, or any other governmental imposition, rental, fee or charge (except state, county, city and special district ad valorem taxes and taxes on net income) levied, assessed or imposed subsequent to July 1, 1977, upon or allocable to the Company's distribution operations, by any new or amended law, ordinance or contract.

Item D. Reconnect Charge

In addition to the charges and rates set out above, the Company shall charge and collect the sum of \$20.00 as a reconnect charge for each reconnection or reinauguration of gas service, where service has been discontinued at the same premises for any reason, with the following exceptions:

- (1) For a builder who uses gas temporarily during construction or for display purposes;
- (2) For the first occupant of the premises;
- (3) Whenever gas service has been temporarily interrupted because of system outage, service work or appliance installation done by Company; or
- (4) For any reason deemed necessary for Company operations.

FOR CONSUMPTION FOR AIR CONDITIONING PURPOSES

- (1) For quantities of natural gas less than 8,000 cubic feet consumed by residential customers using gas for air conditioning purposes during billing periods between the meter reading dates in May and October of each year, the rate shown in Section 3 of this Statement of Intent shall be charged.
- (2) For quantities of natural gas in excess of 8,000 cubic feet consumed by residential customers using gas for air conditioning purposes during billing periods between the meter reading dates in May and October of each year, the rate shown in Section 3 less \$.25 per Mcf shall be charged.
- (3) For quantities of natural gas separately metered and consumed by commercial customers for air conditioning purposes during billing periods between the meter reading dates in May and October of each year, the rate shall be that prescribed in (2) above.
- (4) For quantities of natural gas not separately metered and consumed by commercial customers for air conditioning purposes during billing periods between the meter reading dates in May and October of each year, the rate shall be that prescribed in (2) above applied to volumes computed as follows:

June	8 Mcf per nominal ton installed capacity
July	9 Mcf " " " " "
August	9 Mcf " " " " "
September	8 Mcf " " " " "
October	5 Mcf " " " " "

Installed capacity shall mean name-plate capacity of the plant normally and regularly used for maximum conditions and does not include stand-by or unused facilities. The Mcf so computed shall not exceed 95% of the total monthly consumption. All gas consumed in excess of the quantities determined above shall be billed in accordance with Section 3 of this Statement of Intent.