

RESOLUTION NO. _____

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CARROLLTON, TEXAS SUSPENDING THE SEPTEMBER 17, 2025 EFFECTIVE DATE OF COSERV GAS, LTD. TO IMPLEMENT INTERIM GRIP RATE ADJUSTMENTS FOR GAS UTILITY INVESTMENT IN 2024 TO PERMIT THE CITY TIME TO STUDY THE REQUEST AND TAKE APPROPRIATE ACTION; FINDING THAT THE MEETING AT WHICH THIS RESOLUTION IS PASSED IS OPEN TO THE PUBLIC AS REQUIRED BY LAW; AND REQUIRING NOTICE OF THIS RESOLUTION TO THE COMPANY AND THE CITY'S LEGAL COUNSEL.

WHEREAS, on or about July 18, 2025, CoServ Gas, Ltd., ("CoServ" or "the Company") filed with the City of Carrollton ("City") and the Railroad Commission of Texas ("Railroad Commission") a Statement of Intent to implement interim rate adjustments ("GRIP Rate Increases") pursuant to Texas Utilities Code § 104.301 on all customers served by CoServ, effective September 17, 2025; and

WHEREAS, the City is a gas utility customer of CoServ and a regulatory authority with an interest in the rates and charges of CoServ; and

WHEREAS, it is incumbent upon the City, as a regulatory authority, to examine the GRIP Rate Increases to determine its compliance with the Texas Utilities Code; and

WHEREAS, GURA § 104.301 grants local regulatory authorities the right to suspend the effective date of proposed rate changes for forty-five (45) days after the date the rate change would otherwise be effective; and

WHEREAS, GURA § 103.022 provides that costs incurred by Cities in ratemaking proceedings are to be reimbursed by the regulated utility.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF CARROLLTON, TEXAS, THAT:

SECTION 1

All of the above premises are found to be true and correct legislative and factual findings of the City Council, and they are hereby approved, ratified, and incorporated into the body of this Resolution as if copied in their entirety.

SECTION 2

The September 17, 2025 effective date of the GRIP Rate Increases proposed by CoServ is hereby suspended for the maximum period allowed by Texas Utilities Code § 104.301(a) to permit adequate time to review the proposed increases, analyze all necessary information, and take appropriate action related to the proposed increases.

SECTION 3

The City's reasonable rate case expenses shall be reimbursed by CoServ.

SECTION 4

It is hereby officially found and determined that the meeting at which this Resolution is passed is open to the public as required by law and the public notice of the time, place, and purpose of said meeting was given as required.

SECTION 5

A copy of this Resolution shall be sent to CoServ Gas, Ltd., care of Brent Bishop at 7701 South Stemmons Freeway, Corinth, Texas 76210, and to Thomas Brocato, Counsel to the City, at Lloyd Gosselink, 816 Congress Ave., Suite 1900, Austin, Texas 78701.

SECTION 6

This Resolution shall take effect upon passage.

PASSED AND APPROVED this 19th day of August, 2025.

CITY OF CARROLLTON

By: _____
Steve Babick, Mayor

ATTEST:

APPROVED AS TO FORM:

Chloe Sawatzky
City Secretary

Meredith A. Ladd
City Attorney