

Statement of Intent

- **Filed by SiEnergy, LP with City on January 5, 2018**
- **Environs case filed with RR Commission on January 5, 2018**
- **Proposed gas utility rate increase of \$2.267 million of system-wide revenue deficiency**
- **Stated system-wide revenue requirement of \$9.5 million**

Effect of Proposed Increase

- **Gas utility services provided in Riverstone and Imperial redevelopment areas of City**
- **234 customers (233 residential/1 commercial)**
- **Increase of \$10.53 per month to average residential bill including cost of gas (\$44.99 to \$55.51)**
- **Increase of \$59.75 per month to average commercial bill including cost of gas (\$213.26 to \$273.01)**

Rate Suspension

- Rate request not effective until at least 35 days following filing date
- Proposed effective date of February 9, 2018 for rate increase
- Suspension of rates for 90 days after proposed effective date (until May 10, 2018) to allow for review and discussions with SiEnergy
- Further action to be taken within the 90-day period

Intervention in Environs Case

- **GCCC has intervened in environs case**
- **Statement of Intent being reviewed by rate consultant**

Staff Recommendation

Approval of RESOLUTION No. 18-02 OF THE CITY COUNCIL OF THE CITY OF SUGAR LAND, TEXAS SUSPENDING THE FEBRUARY 9, 2018 EFFECTIVE DATE OF SIENERGY, LP'S STATEMENT OF INTENT TO INCREASE GAS UTILITY RATES WITHIN THE INCORPORATED AREAS OF CENTRAL AND SOUTH TEXAS THAT INCLUDES THE CITY OF SUGAR LAND TO PERMIT THE CITY TIME TO STUDY THE REQUEST AND TO ESTABLISH REASONABLE RATES; FINDING THAT SIENERGY, LP MUST REIMBURSE THE CITY'S REASONABLE RATE CASE EXPENSES; AND SETTING FORTH OTHER PROVISIONS RELATED THERETO

Questions?