

**RESOLUTION NO. 3476**

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF COALINGA  
DECREASING RATES FOR NATURAL GAS SALES**

**WHEREAS**, Dan Bergman of Interstate Gas Services, Inc. (IGS) presented the Natural Gas Enterprise Revenue and Rate Review to the City Council on October 20, 2011 (the "Rate Review"); and

**WHEREAS**, the Rate Review recommended that rates be set to reduce overall revenue by approximately twenty-five percent (25%); and

**WHEREAS**, on October 20, 2011, the City Council duly conducted the public hearing on the proposed rate decrease and heard and received oral and written testimony submitted in connection with the proposed decrease.

**THEREFORE**, the City Council of the City of Coalinga resolves, finds and determines as follows:

**Section 1.** The recitals set forth above are true and correct as of the date this resolution is adopted.

**Section 2.** Effective November 1, 2011, the rates for natural gas usage provided by the City are hereby revised to those rates, as shown on Exhibit A, which is attached to and incorporated in this resolution. The new rates will apply to natural gas used by customers on or after November 1, 2011.

**Section 3.** The City Council reserves the right to restore the rates to those in effect prior to the enactment of this Resolution, or further adjust as necessary, if needed in the future to operate the natural gas enterprise in a fiscally responsible manner.

**Section 4.** Revenues derived from the rates in Exhibit A do not exceed the funds required by the City to provide adequate natural gas service to City customers.

The foregoing resolution was approved and adopted at a regular meeting of the City Council of the City of Coalinga held on the 20 day of October, 2011, by the following vote:

AYES: Bourdeau, Oxborrow, Garcia, Lander, Ramsey  
NOES: None  
ABSTAIN: None  
ABSENT: None

APPROVED:

  
\_\_\_\_\_  
Mayor

ATTEST:

  
\_\_\_\_\_  
City Clerk/Deputy City Clerk

EXHIBIT "A"

Present Natural Gas Rates			Proposed Rates			
	Summer Therms	Winter Therms	Rate	Change	Calculated Result	Proposed Rates, effective for usage on or after November 1, 2011
Monthly Charge	<i>May-Oct</i>	<i>Nov-Apr</i>	\$6.98 per Month	0%	\$6.98	\$7.00 per Month (rounded up)
Residential Baseline	15	50	\$0.76 per Therm	-30%	\$0.53	\$0.50 per Therm (rounded down)
Residential Excess	Over 15	Over 50	\$1.07 per Therm	-30%	\$0.75	\$0.75 per Therm
Commercial and Mobile Home Park	All Supply		\$1.07 per Therm	-30%	\$0.75	\$0.75 per Therm