

**PUBLIC NOTICE OF PROPOSED RATE INCREASE
RGVSA INCORPORATED COSA FILED APRIL 29, 2021**

Pursuant to Rio Grande Valley Service Area ("RGVSA") Rate Schedule No. 1-1, Texas Gas Service Company, a Division of ONE Gas, Inc. ("Company") filed a 2021 Cost of Service Adjustment ("COSA") with the RGVSA municipal regulatory authorities which includes the Cities of Alamo, Alton, Brownsville, Combes, Donna, Edcouch, Edinburg, Elsa, Harlingen, Hidalgo, La Feria, La Joya, La Villa, Laguna Vista, Los Fresnos, Lyford, McAllen, Mercedes, Mission, Palm Valley, Palmhurst, Palmview, Penitas, Pharr, Port Isabel, Primera, Progreso, Rancho Viejo, Raymondville, Rio Hondo, San Benito, San Juan, Santa Rosa, and Weslaco, Texas on April 29, 2021.

The Company proposes to increase rates in the incorporated areas of the RGVSA by the amounts listed below. Pursuant to Rate Schedule No. 1-1, proposed rates will become effective with meters read on and after July 28, 2021. The change in rates will affect approximately 56,876 residential, 3,733 commercial, 454 public authority, 27 industrial, 23 commercial standard transportation, 4 public authority standard transportation and 17 industrial standard transportation customers in the RGVSA incorporated areas. The proposed change constitutes a "major change" as that term is defined by Section 104.101 of the Texas Utilities Code.

Customer Class	Current Monthly Customer Charge	Proposed Monthly Customer Charge	Monthly Customer Charge Increase	Volumetric (per Ccf) Increase	Average Monthly Customer Bill Increase	% Increase without Cost of Gas	% Increase with Cost of Gas	Average Monthly Usage per Ccf for Bill Impacts
Residential	\$17.02	\$17.52	\$0.50	\$0.25525	\$3.57	15.20%	13.48%	12
Commercial	\$94.84	\$127.64	\$32.80	N/A	\$32.80	14.69%	10.11%	406
Commercial - Church	\$76.84	\$109.64	\$32.80	N/A	\$32.80	37.45%	34.15%	34
Commercial Standard Transport	\$436.84	\$469.64	\$32.80	N/A	\$32.80	5.03%	N/A	12,136
Public Authority	\$82.93	\$117.95	\$35.02	N/A	\$35.03	19.16%	14.11%	262
Public Authority Standard Transport	\$437.93	\$472.95	\$35.02	N/A	\$35.02	5.51%	N/A	12,423
Industrial	\$457.09	\$764.77	\$307.68	N/A	\$307.68	21.36%	13.68%	3,242
Industrial Standard Transport	\$707.09	\$1,014.77	\$307.68	N/A	\$307.68	19.73%	N/A	24,674

2020 Cost of Gas was \$0.2495/Ccf excluding revenue related taxes.

The adjustment to rates was calculated on the Company's total revenue requirement for service in the RGVSA which includes customers residing in both the incorporated areas and the surrounding environs. The incorporated areas' share of the service area-wide increase of \$4,622,720 is approximately \$4,262,987. If approved, the proposed rates will increase the Company's RGVSA revenues by 11.99 percent when gas cost revenues are included or by 14.65 percent when gas cost revenues are excluded.

Persons with questions or who want more information about this filing may contact the Company at 1-800-700-2443. A copy of the filing will be available for inspection during normal business hours at the

Company's office at 5602 E. Grimes Rd., Harlingen, Texas 78550 or on the Company's website at <https://www.texasgasservice.com/rate-information/rio-grande-valley>. Any affected person within an incorporated area may contact his or her city council.

De conformidad con la Clase de Tarifa número 1-1 del Área de Servicio del Río Grande (de aquí en adelante, "RGVSA", por sus siglas en inglés), la compañía Texas Gas Service, una división de ONE Gas, Inc. (de aquí en adelante, la "Compañía"), presentó el 29 de abril del 2021 una solicitud para implementar un Ajuste por el Costo del Servicio (de aquí en adelante, "COSA", por sus siglas en inglés) para el 2021 ante las autoridades regulatorias municipales del RGVSA, que incluye las Ciudades de Alamo, Alton, Brownsville, Combes, Donna, Edcouch, Edinburg, Elsa, Harlingen, Hidalgo, La Feria, La Joya, La Villa, Laguna Vista, Los Fresnos, Lyford, McAllen, Mercedes, Mission, Palm Valley, Palmhurst, Palmview, Penitas, Pharr, Port Isabel, Primera, Progreso, Rancho Viejo, Raymondville, Rio Hondo, San Benito, San Juan, Santa Rosa, y Weslaco, Texas. La Compañía propone aumentar las tarifas en las áreas incorporadas del RGVSA. De conformidad con la Clase de Tarifa número 1-1, la fecha propuesta para la entrada en vigor de las tarifas propuestas es para los contadores leídos a partir del 28 de julio del 2021.

Cualquier persona que tenga una pregunta específica o que desee obtener información adicional acerca de este asunto, puede contactar a la Compañía al teléfono 1-800-700-2443. Si desea revisar la tarifa COSA presentada por la Compañía, puede encontrar una copia completa durante el horario normal de trabajo en las oficinas de la Compañía localizadas en 5602 East Grimes, Harlingen, Texas 78550, o visitando la página de internet de la Compañía en <https://www.texasgasservice.com/rate-information/rio-grande-valley>. Cualquier persona que se vea afectada dentro de las áreas incorporadas puede contactar a su consejo municipal.