TEXAS GAS SERVICE COMPANY NOTICE OF INTERIM RATE ADJUSTMENT West Texas Service Area Incorporated and Environs IRA filed March 13, 2020

Texas Gas Service Company, a Division of ONE Gas, Inc. ("Company"), hereby gives notice to the public that on March 13, 2020, the Company filed with the Railroad Commission of Texas and and the regulatory authorities with original jurisdiction over the incorporated areas of the West Texas Service Area ("WTSA") its 2019 Interim Rate Adjustment ("IRA") filing for gas services provided to approximately 254,622 residential, 14,188 commercial, 128 commercial air conditioning, 36 industrial, 1,229 public authority, 5 public authority air conditioning, 20 municipal water pumping, 18 commercial transportation, 15 industrial transportation, 11 public authority transportation, and 2 electrical cogeneration transportation customers within the incorporated and environs areas of the Company's WTSA. The 2019 IRA filing will increase rates for all customers in the WTSA which includes the incorporated and environs areas of Andrews, Anthony, Barstow, Crane, Clint, Dell City, El Paso, Horizon City, McCamey, Monahans, Pecos, Peyote, San Elizario, Socorro, Thorntonville, Vinton, Wickett, and Wink, Texas and the environs of Fabens and Canutillo, Texas. The effective date of the proposed change to rates is May 12, 2020.

The IRA filing is made pursuant to Tex. Util. Code Ann. §104.301. The interim rate adjustment will allow the Company to recover the incremental cost of its new investment made in the WTSA for the twelve-month period ending December 31, 2019. The Company expects that its revenues from the WTSA incorporated and environs customers will increase by approximately \$4,666,421 as a result of this change. In accordance with Tex. Util. Code Ann. § 104.101, the increase constitutes a major change in the Company's rates because the proposed changes will increase the total aggregate revenues of the Company's WTSA by more than two and one-half percent.

The 2019 IRA filing will increase the monthly average bill for all customers within the incorporated and environs areas of the Company's WTSA. The average monthly increase that each customer class will experience, excluding revenue-related fees and taxes, is shown in the table below.

Customer Class	Current Customer Charge	Proposed Customer Charge	Current Average Bill*	Proposed Average Bill*	Change in Average Bill*	% Change in Average Bill*
Gas Sales						
Residential Average Usage of 3.9 Mcf	\$18.69	\$19.88	\$34.46	\$35.65	\$1.19	3.45%
Commercial Average Usage of 22.8 Mcf	\$48.42	\$52.13	\$138.13	\$141.84	\$3.71	2.69%
Commercial A/C Average Usage of 28.6 Mcf	\$48.42	\$52.13	\$155.23	\$158.94	\$3.71	2.39%
Industrial Average Usage of 309.7 Mcf	\$433.17	\$533.59	\$2,067.73	\$2,168.15	\$100.42	4.86%
Public Authority Average Usage of 82.2 Mcf	\$136.70	\$151.55	\$480.30	\$495.15	\$14.85	3.09%
Public Authority A/C Average Usage of 216.6 Mcf	\$136.70	\$151.55	\$960.76	\$975.61	\$14.85	1.55%
Municipal Water Pumping Average Usage of 657.9 Mcf	\$553.74	\$605.36	\$2,942.58	\$2,994.20	\$51.62	1.75%
Electrical Cogeneration	\$309.92	\$313.63	No Customers			
Standby	\$358.17	\$458.56	No Customers			
Transportation						
Commercial Average Usage of 2,834.4 Mcf	\$409.42	\$413.13	\$2,183.25	\$2,186.96	\$3.71	0.17%
Industrial Average Usage of 3,592.6 Mcf	\$633.17	\$733.59	\$4,400.26	\$4,500.68	\$100.42	2.28%
Public Authority Average Usage of 5,470.6 Mcf	\$436.70	\$451.55	\$5,622.40	\$5,637.25	\$14.85	0.26%
Electrical Cogeneration Average Usage of 9,008.2 Mcf	\$409.42	\$413.13	\$3,787.10	\$3,790.81	\$3.71	0.1%

*Average bill usage per 2019 GRIP filing. Average bills exclude revenue-related taxes and include cost of gas (except transportation). The 2019 cost of gas 12-month average is \$3.11 per Mcf.

A complete copy of the IRA tariff filing made with the Railroad Commission of Texas is available for inspection in the Company's business office located at located at 4600 Pollard St, El Paso, TX 79930, 315 E. 4th Street, Monahans, Texas 79756, or 211 South Main, Dell City, Texas 79837 or on the internet at the Company's website at https://www.texasgasservice.com/newsletters-and-notices/rate-notices. Persons with specific questions or desiring additional information about this filing may contact the Company at 1-800-700-2443. Any affected person within the environs may file written comments or a protest concerning the proposed interim rate adjustment with the Oversight and Safety Division, Market Oversight Section, Railroad Commission of Texas, P.O. Box 12967, Austin, Texas 78711-2967. Please reference GUD No. https://www.texasgasservice.com/newsletters-and-notices/rate-notices. Persons with specific questions or desiring additional information about this filing may contact the Company at 1-800-700-2443. Any affected person within the environs may file written comments or a protest concerning the proposed interim rate adjustment with the Oversight and Safety Division, Market Oversight Section, Railroad Commission of Texas, P.O. Box 12967, Austin, Texas 78711-2967. Please reference GUD No. 10955 in your written comment or protest. Any affected person within an incorporated area may contact his or her city council.

Nota al cliente:

La compañía Texas Gas Service, por este medio notifica su intención de implementar <u>un aumento</u> a la tarifa de gas que le provee. Para obtener una copia de este aviso en español, por favor llame al número gratuito 1-800-700-2443 o envíe un mensaje de correo electrónico a la dirección <u>ODCInformationCenterWebTeam@onegas.com</u>