



**Texas
Gas Service®**

A Division of ONE Gas

2019-2021 Energy Efficiency Program Budget

September 18, 2018



Hayley Cunningham

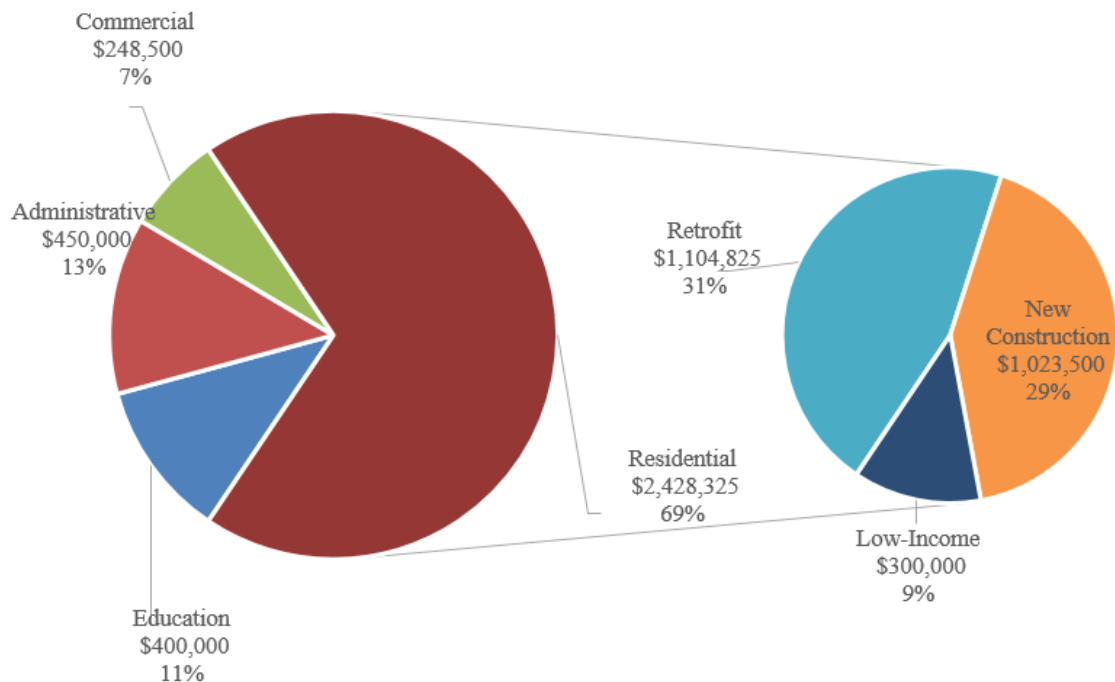
Energy Efficiency Program Manager



2019-2021 Budget Overview

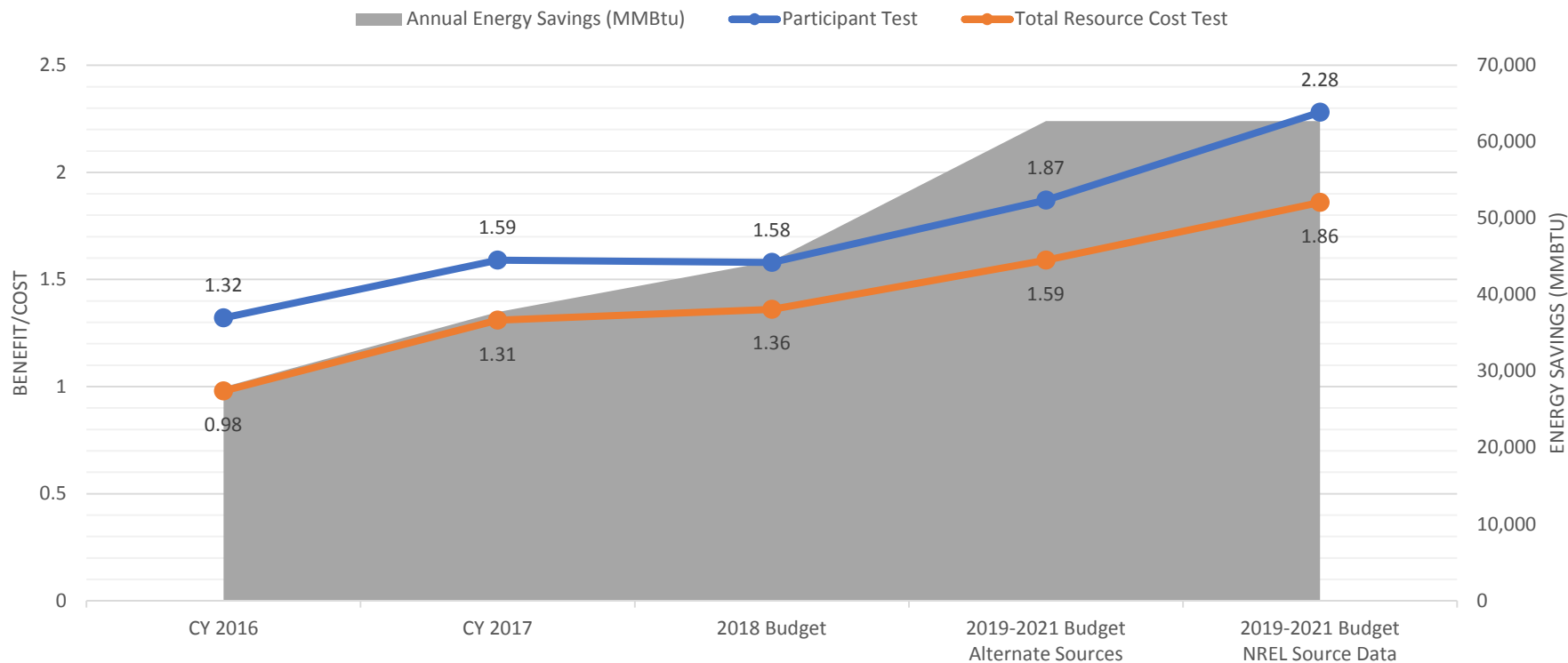
- \$3.5 million annual budget
 - 1.4% increase from 2018
 - Added funds for commercial transportation programs partially offset by lower admin expenses
 - 76% incentives
- No changes to rebate amounts
- No changes to residential programs
- Added custom commercial program through CLEAResult
- Small decrease to residential bill impact

2019-2021 Budget Breakdown



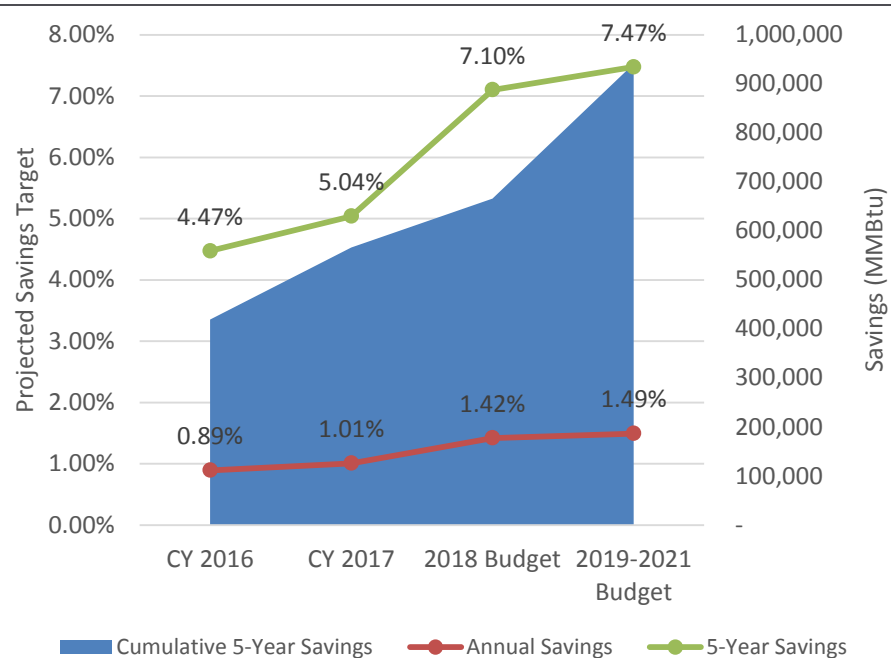
Central Texas Energy Efficiency Program

EM&V - Portfolio Values

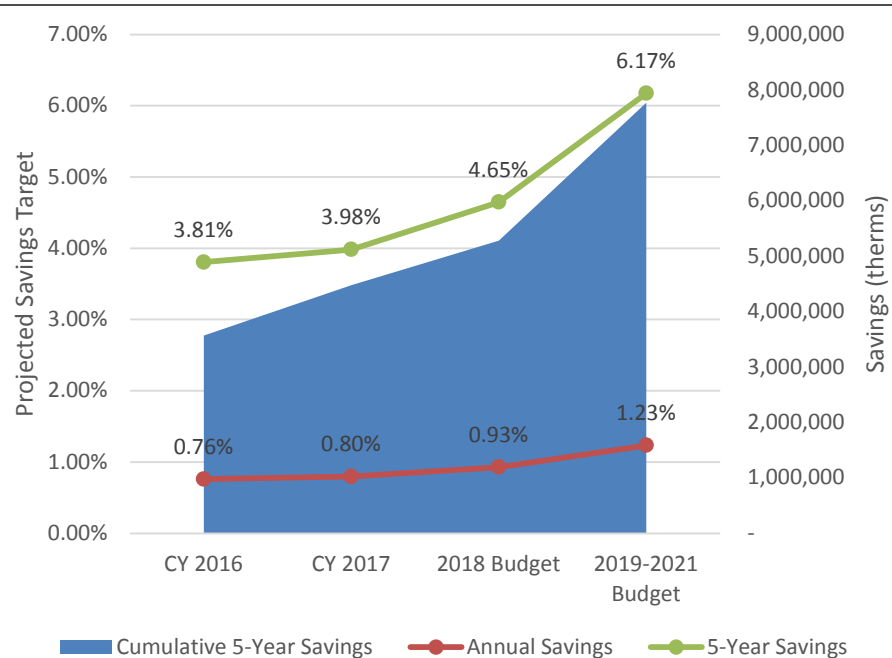


5-Year Savings Goals

Total Energy Savings – 5%

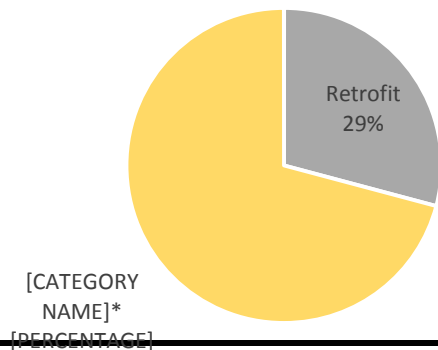


Site Natural Gas Savings – 4.5%

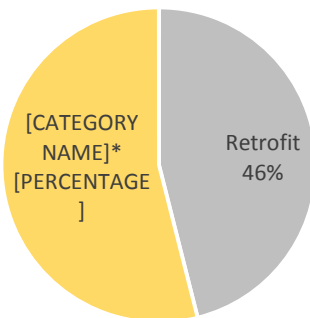


Measure Life Site Natural Gas Savings

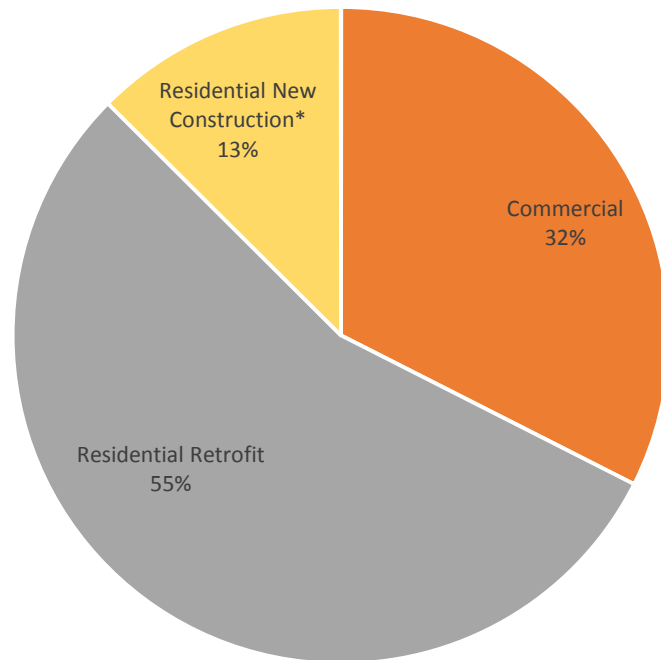
Residential Water Heating



Residential Space Heating



All Programs



*New Construction includes all rebates to homebuilders, including renovations of existing buildings

Regulatory Update

- Revised tariff
 - Statement of Intent (SOI) to be filed with all Central Texas Cities
- Annual filing
 - October 15 with Office of Telecommunications and Regulatory Affairs
 - Will be superseded if new tariff is approved

Texas Gas Service, a Division of ONE Gas, Inc. Central Texas Service Area		Rate Schedule CAC	
CONSERVATION ADJUSTMENT CLAUSE			
<u>DESCRIPTION</u>			
The Conservation Adjustment Clause recovers the costs associated with the Conservation and Energy Efficiency Program offered by Texas Gas Service, a Division of ONE Gas, Inc. ("Company"), which offers assistance to residential and commercial customers to encourage efficient use of energy, reduce net energy consumption and lower energy utility bills.			
<u>APPLICABILITY</u>			
This rate schedule is applicable to the residential and commercial rate schedules of Texas Gas Service, a Division of ONE Gas, Inc., that apply to the incorporated areas of the Central Texas Service Area. This tariff will be effective beginning with the first billing cycle of 2019.			
<u>TERRITORY</u>			
The incorporated areas of the Central Texas Service Area include Austin, Bee Cave, Cedar Park, Cuero, Dripping Springs, Gonzales, Kyle, Lakeway, Lockhart, Luling, Nixon, Rollingwood, Shiner, Sunset Valley, West Lake Hills and Yousum, Texas.			
<u>DEFINED TERMS</u>			
The following definitions are for use specifically in this rider:			
<ol style="list-style-type: none">1. <u>CAC Charge</u>: The charge on customers' monthly utility bills, the proceeds from which are used to fund the Conservation and Energy Efficiency Program;2. <u>Regulatory Body</u>: The City of Austin, including any department or office within the City of Austin with delegated authority to review and approve the Conservation and Energy Efficiency budget and CAC Charge adjustment;3. <u>Residential Customers</u>: All incorporated residential gas sales customers within the Central Texas Service Area; and4. <u>Commercial Customers</u>: All incorporated commercial gas sales and transportation customers within the Central Texas Service Area.			
<u>TERMS AND CONDITIONS</u>			
<ol style="list-style-type: none">1. The CAC Charge outlined in this tariff shall be updated every three years in conjunction with the filing of the CAC budget.2. The programs offered under the Conservation Adjustment Clause (CAC) may include, but are not limited to, residential, new construction and commercial customer rebates and a low-income free appliance replacement program.			
Supersedes Rate Schedule Demand Central Texas October 26, 2018 South Texas January 6, 2017		Meters Read On and After XXXX XX, 2018	

Questions?

