

NATURAL GAS TRANSPORTATION SERVICE RATE SCHEDULE UPDATES

Audit, Finance, and Enterprise Committee

Presenters: Tony Cadorin – Energy Resources Program Manager

June 26, 2025



Transportation Gas Service Rate Schedule

- Allows large customers to provide their own natural gas commodity
- Requires significant coordination between customer's gas supplier/agent and Mesa's third party asset manager
- Failure to balance natural gas deliveries with natural gas use (by either the customer or City of Mesa) can result in penalties
- No current active Transportation Gas Service customers

Transportation Gas Service Rate Schedule

- Mesa has enacted increasing levels of deterrents for keeping customers in balance
- Meant to keep a Transportation Gas Customer's actions from negatively affecting other customers
- Revisions to the rate schedule correct errors in the calculations for the penalties and imbalance charges to properly administer the rate



NEXT STEPS

City Council to consider adoption of ordinance with schedule amendments on **August 25, 2025.**

If approved by City Council, fee & charges adjustments are effective **October 1, 2025.**



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