

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF SEGUIN, TEXAS AMENDING THE SEGUIN CODE OF ORDINANCES APPENDIX C – FEE SCHEDULE, CHAPTER 102, UTILITIES, ARTICLE II, ELECTRIC RATES; PROVIDING FOR A SEVERABILITY CLAUSE; DECLARING AN EFFECTIVE DATE, AND AUTHORIZING CITY STAFF TO SUBMIT THIS ORDINANCE AS A SUPPLEMENT TO THE SEGUIN CODE OF ORDINANCES.

WHEREAS, in preparation for the budget the City contracted with Schneider Engineering dba SEnergy to review its electric rate structure including associated recovery costs to see if adjustments were needed for the five-year plan; and

WHEREAS, after studying the City’s rate structure, costs of service, and differences between rate classes, Schneider Engineering recommend some modification to the City’s rates; and

WHEREAS, because the City has been able to secure favorable, long-term contracts for purchasing electric power the suggested modifications are modest; and

WHEREAS, the rates proposed by this Ordinance are consistent with the studies.

NOW THEREFORE BE IT ORDAINED, by the City Council of Seguin, Texas:

Section 1. Code of Ordinances City of Seguin, Texas, Appendix C – Fee Schedule, Article II, Electricity, Subsections b, c, d, and e, then Chapter 102 – Utilities, Sections 53(d)(11)&(e)(11) (rest of section and subsections remain the same) is amended as follows (underlining indicates added text, ~~strikethrough~~ indicates deleted text)

<i>Article II. Electricity</i>			
(b)	Residential service (RES):		102-53(b)
	(1)	Base rates:	
		a. Customer charge, per meter	\$16.432 <u>\$16.76</u>
		b. Energy charge, per kwh, for all kwh	\$0.03982

				<u>\$0.04062</u>
(c)	Small commercial service (SCS):			102-53(c)
	(1)	Base rates:		
		a.	Customer charge, per meter	\$37.10 <u>\$37.84</u>
		b.	Energy charge, per kwh, for all kwh	\$0.03343 <u>\$0.03410</u>
(d)	Large power—Commercial service (LP-1):			102-53(d)
	(1)	Base rates:		
		a.	Customer charge, per meter	\$132.50 <u>\$135.17</u>
		b.	Secondary service demand charge, per kw, for all peak demand	\$3.71 <u>\$3.79</u>
		c.	[Reserved]	
		d.	Primary service demand charge, per kw, for all peak demand	\$3.71

				<u>\$3.79</u>
		e.	[Reserved]	
		f.	Secondary service energy charge, per kwh	\$0.02882 <u>\$0.02940</u>
		g.	Primary service energy charge, per kwh	\$0.02796 <u>\$0.02852</u>
(e)	Large power - Industrial service:			102-53(e)
	(1)	Base rates:		
		a.	Customer charge, per meter	\$371.00 <u>\$378.42</u>
		b.	Secondary service demand charge, per kw, for all kw	\$5.30 <u>\$5.40</u>
		c.	[Reserved]	
		d.	Primary service demand charge, per kw, for all kw	\$5.30 <u>\$5.40</u>
		f.	Secondary service energy charge, per kwh	\$0.01067

				<u>\$0.01089</u>
		g.	Primary service energy charge, per kwh	<u>\$0.01035</u> <u>\$0.01056</u>
	(2)	Reserved		

Chapter 102.53(d)(11):

Power factor. A power factor charge shall be applied to customers whose power factor is less than 90% percent lagging, as determined by the appropriate metering or calculation of the customer's power factor. If the power factor is determined to be less than 90% percent lagging, the power factor charge for the corresponding billing period shall be calculated according to the following formula:

$$PFC = 4.4 \times D \times (0.9 - PF)$$

Where:

PFC = Power factor charge

D = Customer's metered peak demand in kilowatts

PF = Customer's power factor

Metering devices necessary for measuring a customer's power factor may be installed at the discretion of the city without notice.

Chapter 102.53(e)(11):

Power factor. A power factor charge shall be applied to customers whose power factor is less than 90% percent lagging, as determined by the appropriate metering or calculation of the customer's power factor. If the power factor is determined to be less than 90% percent lagging, the power factor charge for the corresponding billing period shall be calculated according to the following formula:

$$PFC = 4.4 \times D \times (0.9 - PF)$$

Where:

PFC = Power factor charge

D = Customer's metered peak demand in kilowatts

PF = Customer's power factor

Metering devices necessary for measuring a customer's power factor may be installed at the discretion of the city without notice.

Section 2. In accordance with Section 3.10 of the Seguin City Charter, this Ordinance shall become effective beginning October 1, 2026, said date being at least ten days after publication of this ordinance.

Section 3. If any clause or provision of this Ordinance shall be deemed to be unenforceable for any reason, such unenforceable clause or provision shall be severed from the remaining portions of the Ordinance, which shall continue to have full force and effect.

Section 4. City Staff is hereby authorized to submit this Ordinance as a supplement to the Seguin Code of Ordinances.

PASSED UPON FIRST READING this 4th day of August 2026.

PASSED UPON SECOND READING this 18th day of August 2026.

DONNA DODGEN
MAYOR

ATTEST:

Kristin Mueller, City Secretary