



Legislation Details (With Text)

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**Type:** CONSENT AGENDA      **Status:** Approved

**File created:** 4/19/2021      **In control:** Budget and Management Services

**On agenda:** 5/12/2021      **Final action:**

**Title:** A resolution denying rates as requested by Oncor Electric Delivery Company LLC in its application for a Distribution Cost Recovery Factor filed with the City of Dallas on April 8, 2021 - Financing: No cost consideration to the City; All expenses incurred for the rate case will be reimbursed by Oncor directly to the Oncor Cities Steering Committee

**Sponsors:**

**Indexes:** 300

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**Attachments:** 1. Resolution

Date	Ver.	Action By	Action	Result
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**STRATEGIC PRIORITY:** Economic and Neighborhood Vitality

**AGENDA DATE:** May 12, 2021

**COUNCIL DISTRICT(S):** N/A

**DEPARTMENT:** Office of Budget and Management Services

**EXECUTIVE:** Elizabeth Reich

**SUBJECT**

A resolution denying rates as requested by Oncor Electric Delivery Company LLC in its application for a Distribution Cost Recovery Factor filed with the City of Dallas on April 8, 2021 - Financing: No cost consideration to the City; All expenses incurred for the rate case will be reimbursed by Oncor directly to the Oncor Cities Steering Committee

**BACKGROUND**

Oncor Electric Delivery Company LLC ("Oncor" or "the Company") filed an application on or about April 8, 2021 with the City of Dallas seeking approval of a Distribution Cost Recovery Factor (DCRF) within the city of Dallas. Oncor is seeking to increase system wide rates by \$97.8 million annually. Oncor filed this application with all cities in its service territory and the Public Utility Commission of Texas (PUC) concurrently (PCU Docket No. 51996).

The City is a member of the Steering Committee of Cities Served by Oncor (Oncor Cities Steering Committee or OCSC), a coalition of similarly situated cities served by Oncor that have joined together to efficiently and cost effectively review and respond to electric issues affecting rates charged in

Oncor's service area. OCSC is coordinating the review of Oncor's current application and has retained attorneys and consultants to determine if the rates requested are fair and reasonable. After thorough review of the application and supporting documentation, OCSCs consultants will make recommendations to the PUC as to fair and reasonable rates to be charged by Oncor. OCSC therefore recommends that member cities deny the DCRF application prior to the statutory deadline and participate in the PUC proceeding through OCSC.

PUC rules allow cities 60 days to act on a DCRF application. If the City fails to take some action regarding the application before June 7, 2021, Oncor's DCRF application is deemed administratively approved.

### **PRIOR ACTION/REVIEW (COUNCIL, BOARDS, COMMISSIONS)**

[The Government Performance and Financial Management Committee was briefed by memorandum regarding this matter on April 26, 2021. <https://cityofdallas.legistar.com/View.ashx?M=F&ID=9339012&GUID=7363C9DF-6F0C-407D-A1B7-3BD40B6D7383>](https://cityofdallas.legistar.com/View.ashx?M=F&ID=9339012&GUID=7363C9DF-6F0C-407D-A1B7-3BD40B6D7383)

### **FISCAL INFORMATION**

No cost consideration to the City. All expenses incurred for the rate case will be reimbursed by Oncor directly to the Oncor Cities Steering Committee.