

Memorandum



CITY OF DALLAS

DATE April 12, 2018

Honorable Members of the Government Performance & Financial Management
Committee: Jennifer S. Gates (Chair), Scott Griggs (Vice Chair), Sandy Greyson,
TO Lee M. Kleinman, Philip T. Kingston, Tennell Atkins, Kevin Felder

SUBJECT **Oncor Application for Increased Electric Rates**

On April 5, 2018, Oncor Electric Delivery Company LLC (“Oncor”) filed an Application for Approval of a Distribution Cost Recovery Factor. In the filing, the Company is seeking an increase in distribution revenues of \$19,002,177. This application was filed concurrently with the Public Utility Commission of Texas (PUC) and all other cities on the Oncor distribution system. The PUC’s rules allow cities 60 days to act on this application.

A resolution denying the application has been placed on the May 9, 2018 City Council agenda. In addition to denying the rates, the resolution authorizes the City to participate with the Oncor Cities Steering Committee (OCSC) in the proceeding at the PUC. The City is a member of OCSC, which coordinates the efforts of member cities in system wide rate cases. OCSC has already retained outside counsel and consultants and is actively reviewing the application. OCSC will advocate for fair and reasonable rates for the citizens served by Oncor both at the PUC and any subsequent appeal. The City’s rate case expense will be reimbursed by Oncor directly to OCSC.

Please let me know if you need additional information.

M. Elizabeth Reich
Chief Financial Officer

c: Honorable Mayor and Members of the City Council
T.C. Broadnax, City Manager
Larry Casto, City Attorney
Craig D. Kinton, City Auditor
Billierae Johnson, City Secretary (Interim)
Daniel F. Solis, Administrative Judge
Kimberly Bizzor Tolbert, Chief of Staff to the City Manager
Majed A. Al-Ghafry, Assistant City Manager

Jon Fortune, Assistant City Manager
Joey Zapata, Assistant City Manager
Jo M. (Jody) Puckett, Assistant City Manager (Interim)
Nadia Chandler Hardy, Chief of Community Services
Raquel Favela, Chief of Economic Development & Neighborhood Services
Theresa O'Donnell, Chief of Resilience
Directors and Assistant Directors