

Memorandum



CITY OF DALLAS

DATE May 2, 2019

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

SUBJECT **Oncor Application for Increased Electric Rates**

On April 8, 2019, Oncor Electric Delivery Company LLC (“Oncor”) filed an Application for Approval of a Distribution Cost Recovery Factor. In the filing, the Company is seeking a system-wide increase in distribution revenues of \$29.4 million. 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 8, 2019 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, PUC Docket No. 49427. 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 residents 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.

Handwritten signature of M. Elizabeth Reich in blue ink.

M. Elizabeth Reich
Chief Financial Officer

c: Honorable Mayor and Members of the City Council
T.C. Broadnax, City Manager
Chris Caso, City Attorney (Interim)
Mark Swann, City Auditor
Billerae Johnson, City Secretary
Preston Robinson, Administrative Judge
Kimberly Bizer 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
Nadia Chandler Hardy, Assistant City Manager and Chief Resilience Officer
Michael Mendoza, Chief of Economic Development and Neighborhood Services
Laila Alequresh, Chief Innovation Officer
Directors and Assistant Directors