



# Resolution Denying Oncor's Application to Amend Its Distribution Cost Recovery Factor

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PRESENTED TO THE CITY COUNCIL ON  
JULY 24, 2023

# Resolution Denying Oncor's Application

- The City is a regulatory authority over Oncor Electric Delivery Company LLC with an interest in the rates and charges of Oncor
- On June 29, 2023, Oncor filed with the City an Application to Amend its Distribution Cost Recovery Factor and Update Mobile Generation Riders seeking to increase electric distribution rates by approximately \$152.78 million and update Oncor's Rider Mobile Generation and Rider Wholesale Mobile Generation to recover \$1.07 million related to mobile generation facilities
- All electric utility customers residing in the City will be impacted by this ratemaking proceeding if it is granted

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- The City is a member of the Steering Committee of Cities Served by Oncor (“OCSC”), a membership 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 its review of Oncor’s DCRF filing with designated attorneys and consultants to resolve issues in the Company’s application
- The resolution authorizes the City to join with OCSC to evaluate the filing, determine whether the filing complies with law, and if lawful, to determine what further strategy, including settlement, to pursue
- The City must adopt the proposed resolution by August 28, 2023. If the City Council does not take action by August 28<sup>th</sup>, Oncor’s application will automatically take effect in the City

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## Action Requested:

- Approve a resolution finding that Oncor Electric Delivery Company LLC's application to amend its distribution cost recovery factor and update generation riders to increase distribution rates within the City should be denied and authorizing participation with the Steering Committee of Cities Served by Oncor
  - Staff recommends approval of the resolution