

## Wylie City Council

# **AGENDA REPORT**

Department:	City Manager	Account Code:	
Prepared By:	Mary Bradley		

### Subject

Consider, and act upon, Resolution No. 2025-20(R) of the City of Wylie, Texas finding that Oncor Electric Delivery Company LLC's ("Oncor" or "Company") application to amend its Distribution Cost Recovery Factor and update Generation Riders to increase distribution rates within the City should be denied; authorizing participation with the Steering Committee of Cities served by Oncor; finding that the Company's application is unreasonable and should be denied; the current rates shall not be changed; finding that the City's reasonable rate case expenses shall be reimbursed by the company; finding that the meeting at which this Resolution is passed is open to the public as required by law; requiring notice of this Resolution to the company and legal counsel.

#### Recommendation

Motion to approve the Item as presented.

#### **Discussion**

On June 26, 2025, Oncor Electric Delivery Company, LLC ("Oncor" or "Company") filed an application with cities retaining original jurisdiction seeking to increase system-wide transmission and distribution rates by about \$834 million or approximately over present revenues. The Company asks the City to approve a 12.3 percent increase in residential rates and a 51.0 percent increase in street lighting rates. If approved, the impact of this requested increase on an average residential customer would be about \$7.90 per month.

On July 8, 2025, the City Council approved Resolution No. 2025-13(R) to suspend Oncor's rate request for 90 days, the fullest extent permissible under the law. This time period has permitted the City, through its participation with the Steering Committee of Cities Served by Oncor ("Steering Committee"), to determine that the proposed rate increase is unreasonable. Consistent with the recommendations of the experts engaged by the Steering Committee, Oncor's request for a rate increase should be denied.

Accordingly, the purpose of the Resolution is to deny the rate change application proposed by Oncor. Once the Resolution is adopted, Oncor will have 30 days to appeal the decision to the Public Utility Commission of Texas ("PUC") where the appeal will be consolidated with Oncor's filing (PUC Docket No. 58306) currently pending at the PUC.

### Explanation of "Be It Resolved" Paragraphs:

- 1. This paragraph finds that the Company's application is unreasonable and should be denied.
- 2. This section states that the Company's current rates shall not be changed.
- 3. The Company will reimburse Cities for their reasonable rate case expenses. Legal counsel and consultants approved by the Steering Committee will submit monthly invoices that will be forwarded to Oncor for reimbursement.
- 4. This section merely recites that the resolution was passed at a meeting that was open to the public and that the consideration of the Resolution was properly noticed.
- 5. This section provides Oncor and counsel for the Steering Committee will be notified of the City's action through a copy of the approved and signed resolution.