



CITY COUNCIL MEMORANDUM

FROM: The Office of the City Manager **DATE:** October 10, 2022
SUBJECT: Consider Resolution No. 2022-043, to deny Oncor Electric Delivery Company LLC's application to increase rates within the City of North Richland Hills.

PRESENTER: Karen Manila, Assistant City Manager

SUMMARY:

The purpose of the Resolution is to deny Oncor Electric Delivery Company LLC's ("Oncor") rate request that was filed with the city on or about May 13, 2022.

GENERAL DESCRIPTION:

Oncor Electric Delivery Company ("Oncor" or "the company") filed an application on or about May 13, 2022 with cities retaining original jurisdiction seeking to increase system-wide transmission and distribution rates by \$251 million or approximately 4.5% over present revenues. The company asks the city to approve an 11.2% increase in residential rates and a 1.6% increase in street lighting rates. The impact of this requested increase on an average residential customer using 1,300 kWh/month would be about \$6.02 per month.

On June 13, 2022 City Council approved a suspension resolution suspending the increased rates from taking effect 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.

The purpose of Resolution 2022-043 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 where the appeal will be consolidated with Oncor's filing (PUC Docket No. 53601) currently pending at the Commission.

RECOMMENDATION:

Approve Resolution No. 2022-043.