



CITY COUNCIL MEMORANDUM

FROM: The Office of the City Manager **DATE:** July 24, 2017

SUBJECT: Consider Resolution No. 2017-028, to deny Oncor Electric Delivery Company LLC's application to change rates within the City of North Richland Hills and authorize the hiring of law firm Lloyd Gosselink Rochelle & Townsend, PC, and consultants, to review the filing and take any action necessary related to the filing and any appeal with the Public Utility Commission of Texas.

PRESENTER: Karen Bostic, Assistant City Manager

SUMMARY:

The purpose of the Resolution is to deny Oncor Electric Delivery Company LLC's ("Oncor") rate change request that was filed with the city on or about April 5, 2018.

GENERAL DESCRIPTION:

On or around April 5, 2018, Oncor filed an application to change rates with cities that retain original jurisdiction. The Application for Approval of a Distribution Cost Recovery Factor to Increase Distribution Rates seeks to increase its distribution revenues by \$19,002,177.

The City of North Richland Hills, along with 158 other cities served by Oncor, is a member of the Steering Committee of Cities Served by Oncor ("Steering Committee"). The Steering Committee has engaged the services of a consultant to review Oncor's filing. The consultant will review the filing and identify adjustments that should be made to Oncor's request.

Approving Resolution 2018-028 authorizes the city to participate with the Steering Committee of Cities Served by Oncor as a party in Oncor's filing; authorizes hiring law firm Lloyd Gosselink Rochelle & Townsend, PC, and consultants, to review the filing and take necessary action; finds Oncor's request to increase rates as unreasonable and denies such request; keeps the current rates in place until this case is settled; allows recovery of reasonable rate case expenses; confirms the resolution was passed at a meeting that was open to the public and requires notification to both Oncor and legal counsel for the Steering Committee.

RECOMMENDATION:

Approve Resolution No. 2018-028.