# SUSPENDING ONCOR RATE **REQUEST**

## **Oncor Application**

- Oncor filed an application with the City on May
  13, 2022 requesting:
  - Increase system-wide transmission and distribution rates by \$251 million or 4.5% over present revenues
  - Increase 1.6% in street lighting rates
  - □ Increase of 11.2% in residential rates
    - Average customer bill would increase \$6.02 per month
- □ This is the first comprehensive rate case since 2017

## Steering Committee

- The city is a member of a 169-city coalition known as the Steering Committee of Cities Served by Oncor.
- The committee is a public interest advocate before the PUC, the courts and the Legislature.
- The committee's attorneys and executive board negotiate rate filings.

## Suspension

- The law allows entities to suspend the effective date of a rate increase for 90 days.
- Suspension provides time for the Steering Committee to evaluate the filing and determine whether it complies with the law, and to develop a strategy, including settlement.
- □ The requested rates will be effective June 17 if the city fails to act.

#### **Alternatives**

- □ The city council may:
  - Decline suspension of the increased rates and participation with the Steering Committee; or
  - Approve suspension of the increased rates and participation with the Steering Committee.

#### Recommendation

Staff and attorneys for the Steering Committee recommend that the city council suspend the June 17, 2022 effective date of Oncor's rate application and approve the city's participation with Steering Committee.