



DENY ONCOR RATE APPLICATION

RS-19-040

May 7, 2019

Background

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- The city has regulatory authority over the rates and charges of electric utilities.
- The city is a member of the Steering Committee of Cities Served by Oncor (OCSC), a group of cities joined together to review and respond to electric issues affecting Oncor's service area.

Oncor Filing

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- On April 8, Oncor filed an Application for Approval to Amend its Distribution Cost Recovery Factor.
- The request seeks to increase electric distribution rates by \$29,433,804 system wide.
 - ▣ .25% increase in residential rates, .35% increase in street lighting rates.

OCSC Recommendation

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- OCSC attorneys recommend denying the application.
- A consultant has been engaged to review the filing and identify adjustments that would make the filing more reasonable.

Alternatives

- Support the application, which would result in increased rates.
- Do nothing and the rates would be appealed directly to the Public Utility Commission.
- Deny the application and pursue a reasonable settlement directly with Oncor or through administrative proceedings.

Recommendation

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- Staff and OCSC attorneys recommend denying the Oncor Application to amend its Distribution Cost Recovery Factor.