



MEMORANDUM

To: Mayor and City Council

From: Noel Bernal, Deputy City Manager

Date: May 8, 2018

Reference: Consider approval of a Resolution regarding Oncor's filing for their first Distribution Cost Recovery Factor ("DCRF") rate case on April 6, 2018; and authorizing the Mayor to sign.

Analysis:

On April 5, 2018, Oncor Electric Delivery Company LLC ("Oncor") filed an Application for Approval of a Distribution Cost Recovery Factor. In the filing, the Company is seeking an increase in distribution revenues of \$19,002,177.

Oncor Cities Steering Committee has engaged the services of a consultant, Mr. Karl Nalepa, to review the Company's filing. Mr. Nalepa will review the filing and identify adjustments that should be made to the Company's request. We are recommending that Cities deny the requested relief.

The Public Utility Commission of Texas's rules allow cities 60 days to act on this application. That deadline is June 4, 2018. Accordingly, cities have been requested to schedule a resolution for their City Council's consideration.

Legal Review:

Agenda item was reviewed by Bob Hager on 5/03/2018.

Fiscal Impact:

None.

Recommendation:

Approval recommended.