

RESOLUTION NO. 006-18

A RESOLUTION OF THE TOWN OF HIGHLAND PARK, TEXAS FINDING THAT ONCOR ELECTRIC DELIVERY COMPANY LLC'S APPLICATION FOR APPROVAL OF A DISTRIBUTION COST RECOVERY FACTOR, PURSUANT TO THE TEXAS ADMINISTRATIVE CODE, TITLE 16 ECONOMIC REGULATION, PART 2 PUBLIC UTILITY COMMISSION OF TEXAS, CHAPTER 25, SUBSTANTIVE RULES APPLICABLE TO ELECTRIC SERVICE PROVIDERS, SUBCHAPTER J COSTS, RATES AND TARIFFS, DIVISION 1 RETAIL RATES, SECTION 25.243, DISTRIBUTION COST RECOVERY FACTOR, TO INCREASE DISTRIBUTION RATES WITHIN THE TOWN SHOULD BE DENIED; FINDING THAT THE TOWN'S REASONABLE RATE CASE EXPENSES SHALL BE REIMBURSED BY THE COMPANY; FINDING THAT THE MEETING AT WHICH THIS RESOLUTION IS PASSED IS OPEN TO THE PUBLIC AS REQUIRED BY LAW; REQUIRING COPIES OF THIS RESOLUTION BE MAILED TO THE COMPANY AND TO LEGAL COUNSEL.

WHEREAS, the Town of Highland Park, Texas ("Town") is an electric utility customer of Oncor Electric Delivery Company LLC ("Oncor" or the "Company"), and a regulatory authority with an interest in the rates and charges of Oncor; and

WHEREAS, the Town is a member of the Steering Committee of Cities Served by Oncor ("OCSC" or "Cities"), a membership of similarly situated cities served by Oncor that have joined together to efficiently and cost effectively review and respond to electric issues affecting rates charged in Oncor's service area; and

WHEREAS, on or about April 5, 2018, Oncor filed with the Town an Application for Approval of a Distribution Cost Recovery Factor ("DCRF"), PUC Docket No. 48231, seeking to increase electric distribution rates by approximately \$19,002,177; and

WHEREAS, all electric utility customers residing in the Town will be impacted by this ratemaking proceeding if it is granted; and

WHEREAS, Cities are coordinating its review of Oncor's DCRF filing with designated attorneys and consultants to resolve issues in the Company's application; and

WHEREAS, Cities members and attorneys recommend that member cities deny the DCRF;

NOW, THEREFORE, BE IT ORDAINED BY THE TOWN COUNCIL OF THE TOWN OF HIGHLAND PARK, TEXAS:

Section 1. That, the Town is authorized to participate with Cities in PUC Docket No. 48231.

Section 2. That, subject to the right to terminate employment at any time, the Town hereby authorizes the hiring of the law firm of Lloyd Gosselink and consultants to negotiate with the Company, make recommendations to the Town regarding reasonable rates, and to direct any necessary administrative proceedings or court litigation associated with an appeal of this application filed with the PUC.

Section 3. That, the rates proposed by Oncor to be recovered through its DCRF and charged to customers located within the Town limits, are hereby found to be unreasonable and shall be denied.

Section 4. That, the Company shall continue to charge its existing rates to customers within the Town.

Section 5. That, the Town's reasonable rate case expenses shall be reimbursed in full by Oncor within 30 days of presentation of an invoice to Oncor.

Section 6. That, it is hereby officially found and determined that the meeting at which this resolution is passed is open to the public, as required by law, and the public notice of the time, place, and purpose of said meeting was given as required.

Section 7. That, a copy of this Resolution shall be sent to Stephen N. Ragland, 1616 Woodall Rodgers Freeway, Dallas, Texas 75202 and to Thomas Brocato, General Counsel to the Cities, at Lloyd Gosselink Rochelle & Townsend, P.C., P.O. Box 1725, Austin, Texas 78767-1725.

PASSED AND APPROVED this 29th day of May, 2018.

APPROVED AS TO FORM:



Matthew C.G. Boyle
Town Attorney

APPROVED:



Margo Goodwin
Mayor

ATTEST:



Gayle Kirby
Town Secretary