

City of Fort Worth, Texas

Mayor and Council Communication

DATE: 10/21/25 **M&C FILE NUMBER:** M&C 25-0983

LOG NAME: 21ONCOR ELECTRIC DELIVERY RATE CHANGE DENIAL 2025

SUBJECT

(ALL) Adopt Ordinance Denying the Proposed Rate Change Application by Oncor Electric Delivery Company LLC

RECOMMENDATION:

It is recommended that the City Council adopt the attached ordinance denying the rate change application proposed by Oncor Electric Delivery Company LLC.

DISCUSSION:

The purpose of this Mayor and Council Communication (M&C) is to adopt the attached ordinance denying the rate change application proposed by Oncor Electric Delivery Company LLC and finding that such increase is unreasonable and excessive.

On June 26, 2025, Oncor Electric Delivery Company LLC (Oncor) filed an application with cities retaining original jurisdiction seeking to increase system-wide transmission and distribution rates by about \$834 million or approximately 13 percent over present revenues. Oncor has requested the City to approve a 12.3 percent increase in residential rates and a 51 percent increase in street lighting rates. If approved, the impact of this requested increase on an average residential customer would be about \$7.90 per month.

On August 12, 2025, the City took action (M&C 25-0699) to suspend Oncor’s rate request from taking effect for 90 days, the fullest extent permissible under the law. This period has permitted the City, through its participation with the Steering Committee of Cities Served by Oncor (Steering Committee), to determine that the proposed rate increase is unreasonable. Consistent with the recommendations of the experts engaged by the Steering Committee, Oncor’s request for a rate increase should be denied.

Accordingly, the purpose of the Ordinance is to deny the rate change application proposed by Oncor. Once the Ordinance is adopted, Oncor will have 30 days to appeal the decision to the Public Utility Commission of Texas (PUC) where the appeal will be consolidated with Oncor’s filing (PUC Docket No. 58306) currently pending at the PUC.

The City of Fort Worth retains original jurisdiction over the rates, operations, and services of Oncor within its city limits and must take action to deny the proposed rate increase by October 29, 2025.

A Form 1295 is not required because: This M&C does not request approval of a contract with a business entity.

FISCAL INFORMATION / CERTIFICATION:

The Director of Finance certifies that approval of this recommendation will have no material effect on City funds.

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Originating Business Unit Head: Marilyn Marvin 7708

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