



# City Council Agenda Item Summary Report

**Meeting Date:** March 16, 2021

**Submitted by:** Jon Thatcher, City Attorney

Consent <input checked="" type="checkbox"/>	Public Hearing	Action Item
<p><b>Item Title:</b> Consider a Resolution authorizing continued participation with the Steering Committee of Cities served by Oncor and authorizing the payment of 2021 membership dues to fund regulatory and related activities related to the Oncor Electric Delivery Company, LLC.</p>		

**How this item ties-in with the City’s Mission, Vision and Values:** The City of Forney has the responsibility to ensure effective and efficient delivery of services to its citizens [Accountable].

**Summary Statement**

**Purpose of the Resolution:**

The City of Forney is a member of a 162-member city coalition known as the Steering Committee of Cities Served by Oncor. The proposed resolution approves the assessment of a six cent (\$0.06) per capita fee to fund the activities of the Steering Committee.

**Why this Resolution is Necessary**

The Steering Committee undertakes activities on behalf of municipalities for which it needs funding support from its members. Municipalities have original jurisdiction over the electric distribution rates and services within the city. The Steering Committee has been in existence since the late 1980s. It took on a formal structure in the early 1990s. Empowered by city resolutions and funded by per capita assessments, the Steering Committee has been the primary public interest advocate before the Public Utility Commission, ERCOT, the courts, and the Legislature on electric utility regulation matters for over three decades.

The Steering Committee is actively involved in rate cases, appeals, rulemakings, and legislative efforts impacting the rates charged by Oncor Electric Delivery Company, LLC within the City. Steering Committee representation is also strong at ERCOT. It is possible that additional efforts will be necessary on new issues that arise during the year, and it is important that the Steering Committee be able to fund its participation on behalf of its member cities. A per capita assessment has historically been used, and is a fair method for the members to bear the burdens associated with the benefits received from that membership.

**Assessment**

The City’s fee for continued membership in the Steering Committee is a reduction in the per capita rate from seven cents (\$0.07) to six (\$0.06) per capita, based on the population figure for the City as shown on the latest TML Directory of City Officials. The fee comes to \$1,634.16 for 2021.