



AGENDA MEMORANDUM

Future Item for the City Council Meeting of May 8, 2018
Action Item for the City Council Meeting of May 15, 2018

DATE: April 20, 2018
TO: Margie C. Rose, City Manager
FROM: Miles Risley, City Attorney
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826-3873

AEP Distribution Cost Recovery Factor

CAPTION:

Resolution of the City of Corpus Christi, Texas authorizing participation in the Public Utility Commission of Texas Docket 48222 regarding AEP Texas Inc.'s application to amend its distribution cost recovery factors; finding that the city'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 notice of this resolution to the company and legal counsel.

PURPOSE:

Resolution to participate in AEP's filing at the Public Utility Commission for a Distribution Cost Recovery Factor

BACKGROUND AND FINDINGS:

On April 3, 2018, AEP Texas filed an Application for approval of a Distribution Cost Recovery Factor to become effective on September 1, 2018. The City has jurisdiction over the application with regard to customers within the municipal boundary. AEP is seeking approval of a cost recovery factor to recover net distribution revenues of \$3.1 million (an approximately \$800,000 decrease for the Central Division and \$3.9 million increase for the north Division. Approval of this Resolution authorizes the City to participate in this matter to review the application with other cities for compliance with applicable distribution cost recovery regulations.

ALTERNATIVES:

Do not approve the Resolution and do not participate in the case.

OTHER CONSIDERATIONS:

Not applicable

CONFORMITY TO CITY POLICY:

Not applicable

EMERGENCY / NON-EMERGENCY:

Non-emergency

DEPARTMENTAL CLEARANCES:

Legal

FINANCIAL IMPACT:

Operating Revenue Capital X Not applicable

Fiscal Year: 2017-2018	Current Year	Future Years	TOTALS
Line Item Budget			
Encumbered / Expended Amount			
This item			
BALANCE			

Fund(s): (Do not list Accounting streams, use names of accounts)

RECOMMENDATION:

Approval of the Resoluiton

LIST OF SUPPORTING DOCUMENTS:

Resolution