



AGENDA MEMORANDUM

Future Item for the City Council Meeting of May 9, 2017
Action Item for the City Council Meeting of May 16, 2017

DATE: April 19, 2017
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 intervention in the Public Utility Commission of Texas Docket No. 47015 regarding AEP Texas Inc.'s application to amend its distribution cost recovery factors to increase distribution rates within the City; 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 intervene in AEP's filing at the Public Utility Commission for an amendment to its Distribution Cost Recovery Factors

BACKGROUND AND FINDINGS:

On April 3, 2017 AEP Texas Inc. ("AEP") filed an Application to amend its distribution cost recovery factors ("DCRF"), to become effective September 1, 2017. This filing is Public Utility Commission of Texas Docket 47015. The City has jurisdiction over the application with regard to customers within the municipal boundary. The proposed tariff would impose an increase in the DCRF rate on residential customers from \$0.002409 per kWh to \$0.003496 per kWh. AEP gives notice of appeal to PUC of any municipal filings and any interim or final orders issued by a municipality's governing body in this matter. Approval of this Resolution authorizes the City to intervene and participate in the 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: 2015-2016	Project to Date Expenditures (CIP only)	Current Year	Future Years	TOTALS
Line Item Budget				
Encumbered / Expended Amount				
This item				
BALANCE				

Comments:

RECOMMENDATION:

Approval of the Resolution

LIST OF SUPPORTING DOCUMENTS:

Resolution