



# City of Denton

City Hall  
215 E. McKinney Street  
Denton, Texas  
www.cityofdenton.com

---

## AGENDA INFORMATION SHEET

**DEPARTMENT:** Denton Municipal Electric

**DCM:** Cassey Ogden

**DATE:** April 13, 2026

### **SUBJECT**

Consider recommending adoption of an ordinance of the City of Denton, a Texas home-rule municipal corporation, approving a power purchase agreement between the City and Peterbilt Motors Company, a division of PACCAR Inc; and providing for an Effective Date.

### **BACKGROUND**

Peterbilt Motors Company, a division of PACCAR Inc., has been in operation in Denton since 1980 and is one of the City's largest industrial employers. Peterbilt is within Denton Municipal Electric's service territory, and its operation represents a significant electric load on the Denton Municipal Electric ("DME") system. As part of ongoing coordination with key industrial customers, DME and Peterbilt have negotiated a Power Purchase Agreement ("PPA") that outlines the terms under which DME will continue providing electric service to support Peterbilt's operational and production needs at its Denton facilities.

This agreement ensures long-term service stability for Peterbilt while supporting DME's ability to plan for and reliably serve major industrial loads within the system. Staff has completed negotiations and is now bringing the PPA forward for Public Utilities Board and City Council consideration and approval.

### **RECOMMENDATION**

Staff recommends approval of an ordinance authorizing the City Manager to execute a Power Purchase Agreement between the City of Denton and Peterbilt Motors Company, a division of PACCAR Inc.

### **EXHIBITS**

1. Agenda Information Sheet
2. Ordinance

Respectfully submitted:  
Antonio Puente, Jr.  
940-349-8487  
DME General Manager

Prepared by:  
Melissa Cuevas  
940-349-7591  
Division Manager of Business Services