



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: December 15, 2025

BACKGROUND

Consistent with Ordinance 25-1688, approved by City Council on October 14, 2025, DME has assessed the adequacy of the current Energy Cost Adjustment (ECA) rate of \$.0462/kWh. Through that analysis, staff determined that the current Energy Cost Adjustment (ECA) rate of \$.0462/kWh remains adequate to maintain the system ECA account balance within the target range of +/- \$20 million over the next 12 months. In addition, the ECA LL rate will remain \$.0577/kWh. The ECA LL account balance buffer will continue to be maintained between \$0 and \$20 million, based on a 60-day forecast of purchase power costs

The current Transmission Cost Recovery Factor (TCRF) of \$.0176/kWh will be sufficient throughout the next quarter.

RECOMMENDATION

The DME General Manager and Finance Department recommend maintaining the current rates for the Energy Cost Adjustment, Energy Cost Adjustment for Large Loads, and the Transmission Cost Recovery Factor.

EXHIBITS

Exhibit 1: Agenda Information Sheet

Exhibit 2: Presentation

Respectfully submitted:

Antonio Puente, Jr.

DME General Manager

Prepared By:

Melissa Cuevas

Division Manager of Business Services