

ORDINANCE NO. 1183

AN ORDINANCE RELATING TO ELECTRIC SERVICE RATES AND MINIMUM CHARGES, TO PROVIDE NEW SCHEDULES OF ELECTRIC RATES, TO REPEAL ALL PARTS OF THE CODE, RESOLUTIONS AND ORDINANCES IN CONFLICT HEREWITH; TO PROVIDE WHEN THE ORDINANCE SHALL TAKE EFFECT; AND TO PROVIDE FOR PUBLICATION OF THE ORDINANCE IN PAMPHLET FORM.

BE IT ORDAINED BY THE MAYOR AND COUNCIL OF THE CITY OF DAVID CITY, NEBRASKA:

Section 1. NEW SCHEDULES: Relating to electric service and minimum charges, to provide a schedule of electric rates, minimum charges, and customer service charges, to distinguish residential rates, commercial rates, industrial rates, off-peak industrial rates, and irrigation rates; to set availability rating; to provide and establish the following tariff of rates to consumers of electric service from the electric distribution system of the City of David City, Nebraska.

RESIDENTIAL SERVICE

Available

To residential customers in the established service area of David City.

Applicable

To single-family residences and individually metered apartments for all domestic purposes when all service is supplied through a single meter. It is not applicable to residences where a commercial enterprise is conducted.

Character of Service

A.C. 60 Hertz, Single-Phase 120 volt, 2 wire or 120/240 volts, 3 wire.

Rate Effective December 19, 2012

Customer Service Charge - \$14.00 per month (or partial month)

| Summer | Winter |
|-----------------|---|
| \$0.1100 | \$0.1050 per kilowatt-hour for the first 500 kilowatt-hours used per month |
| \$0.0975 | \$0.0850 per kilowatt-hour for the next 500 kilowatt-hours used |
| \$0.0900 | \$0.0700 per kilowatt-hour for all additional use. |

Subject to Application of Production Cost Adjustment (PCA)

Rate Effective December 19, 2013

Customer Service Charge - \$18.00 per month (or partial month)

| Summer | Winter |
|-----------------|---|
| \$0.1125 | \$0.1100 per kilowatt-hour for the first 500 kilowatt-hours used per month |
| \$0.1000 | \$0.0900 per kilowatt-hour for the next 500 kilowatt-hours used |
| \$0.0950 | \$0.0790 per kilowatt-hour for all additional use. |

Subject to Application of Production Cost Adjustment (PCA)

**Minimum Bill
Customer Service Charge**

RESIDENTIAL SUMMER CONTROLS

Applicable

To residential consumers who have allowed the Utility Department to install, and operate, such devices as would be required to cycle central air conditioning units during periods of peak electrical demand and imposed upon the electrical system. Window air conditioning units, on a separate electric circuit can be included in this rate.

Rate Effective December 19, 2012

Customer Service Charge - \$14.00 per month (or partial month)

| Summer | Winter |
|-----------------|---|
| \$0.1100 | \$0.1050 per kilowatt-hour for the first 500 kilowatt-hours used per month |
| \$0.0925 | \$0.0850 per kilowatt-hour for the next 500 kilowatt-hours used |
| \$0.0875 | \$0.0700 per kilowatt-hour for all additional use. |

Subject to Application of Production Cost Adjustment (PCA)

Rate Effective December 19, 2013

Customer Service Charge - \$18.00 per month (or partial month)

| Summer | Winter |
|-----------------|---|
| \$0.1125 | \$0.1100 per kilowatt-hour for the first 500 kilowatt-hours used per month |
| \$0.0925 | \$0.0900 per kilowatt-hour for the next 500 kilowatt-hours used |
| \$0.0875 | \$0.0790 per kilowatt-hour for all additional use. |

Subject to Application of Production Cost Adjustment (PCA)

**Minimum Bill
Customer Service Charge**

Seasonal Billing Periods

- Summer - Summer period is for the meter readings obtained during the four month period of May 19th through September 19th.
- Winter - Winter period is for the meter readings obtained during the eight month period of September 19th through May 19th.

Terms of Payment

Utility bills are mailed on approximately the 25th day of each month and are payable upon receipt. They become due the 1st day of each month and become delinquent if not received in the City Office by 5:00 p.m. on the 10th day of the month. If the 10th of the month falls on a week-end, customers will be given the following regular business day. A ten percent (10%) penalty is imposed on all delinquent bills.

STREET LIGHT / ALLEY LIGHT RENTALS

Available

To customers in the established service area of David City.

Applicable

To any residence or commercial customer who has an alley light or a **requested** street light that is not individually metered. It is not applicable to residences or businesses where the city has installed a street light for the City's convenience.

Rate Effective December 19, 2012

Customer Service Charge - \$5.84 per fixture per month (or partial month)

Rate Effective December 19, 2013

Customer Service Charge - \$6.45 per fixture per month (or partial month)

Some customers will share the cost of one fixture.

COMMERCIAL SERVICE

Available

To any non- residential consumer in the established service area of David City.

Applicable

To any non-residential consumer for lighting, heating and power purposes where the customer's billing demand does not exceed 35 Kw or 10,000 Kwh for three consecutive months.

Character of Service

A.C. 60 Hertz, single-phase or three-phase at any of the Cities standard voltages.

Single Phase Rate Effective December 19, 2012

Customer Service Charge - \$21.00 per month (or partial month)

| | |
|-----------------|--|
| Summer | Winter |
| \$0.1200 | \$0.1175 per kilowatt-hour for the first 1000 kilowatt-hours used per month |
| \$0.0925 | \$0.0925 per kilowatt-hour for the next 1000 kilowatt-hours used |
| \$0.0925 | \$0.0700 per kilowatt-hour for all additional use. |

Subject to Application of Production Cost Adjustment (PCA)

Single Phase Rate Effective December 19, 2013

Customer Service Charge - \$28.00 per month (or partial month)

| Summer | Winter |
|----------|---|
| \$0.1200 | \$0.1175 per kilowatt-hour for the first 1000 kilowatt-hours used per month |
| \$0.0950 | \$0.0925 per kilowatt-hour for the next 1000 kilowatt-hours used |
| \$0.0925 | \$0.0800 per kilowatt-hour for all additional use. |

Subject to Application of Production Cost Adjustment (PCA)

Minimum Bill

Customer Service Charge, or \$2.20 per month per horsepower for the first 10 horsepower and \$1.26 per horsepower of connected load thereafter, or whichever is the largest.

Three Phase Rate Effective December 19, 2012
Customer Service Charge - \$30.00 per month (or partial month)

| Summer | Winter |
|----------|---|
| \$0.1200 | \$0.1200 per kilowatt-hour for the first 1000 kilowatt-hours used per month |
| \$0.1050 | \$0.0975 per kilowatt-hour for the next 1000 kilowatt-hours used |
| \$0.0960 | \$0.0700 per kilowatt-hour for all additional use. |

Subject to Application of Production Cost Adjustment (PCA)

Three Phase Rate Effective December 19, 2013
Customer Service Charge - \$37.00 per month (or partial month)

| Summer | Winter |
|----------|---|
| \$0.1200 | \$0.1200 per kilowatt-hour for the first 1000 kilowatt-hours used per month |
| \$0.1075 | \$0.0975 per kilowatt-hour for the next 1000 kilowatt-hours used |
| \$0.0975 | \$0.0800 per kilowatt-hour for all additional use. |

Subject to Application of Production Cost Adjustment (PCA)

Minimum Bill

Customer Service Charge or \$2.20 per month per horsepower for the first 10 horsepower and \$1.26 per horsepower of connected load thereafter, or whichever is the largest.

Seasonal Billing Periods

Summer - Summer period is for the meter readings obtained during the four month period of May 19th through September 19th.

Winter - Winter period is for the meter readings obtained during the eight month period of September 19th through May 19th.

Terms of Payment

Utility bills are mailed on approximately the 25th day of each month and are payable upon receipt. They become due the 1st day of each month and become delinquent if not received in the City Office by 5:00 p.m. on the 10th day of the month. If the 10th of the month falls on a week-end, customers will be given the following regular business day. A ten percent (10%) penalty is imposed on all delinquent bills.

Power Factor Adjustment

The rates set forth in this schedule are based on the maintenance by the customer of a power factor of not less than 90% leading or lagging at all times. If it is determined by test that the power factor at the time of the Customer's peak load is less than 90%, the Utility Department, at its option, may correct the power factor of the Customer's load at the expense of the Customer.

INDUSTRIAL SERVICE

Available

To any non-residential consumer in the established service area of David City.

Applicable

To any consumer whose monthly consumption equals or exceeds 10,000 Kwh or whose monthly peak demand equals or exceeds 35 Kw for three consecutive months.

Character of Service

A.C. 60 Hertz, single-phase or three-phase at any of the Cities standard voltages.

Rate Effective December 19, 2012

Customer Service Charge - \$50.00 per month (or partial month)

Demand Charge

| | |
|---------------|---|
| Summer | \$22.00 per kilowatt of maximum billing demand |
| Winter | \$17.50 per kilowatt of maximum billing demand |

Energy Charge

| | |
|---------------|--|
| Summer | \$0.0520 per kilowatt-hour used |
| Winter | \$0.0438 per kilowatt-hour used |

Subject to Application of Production Cost Adjustment (PCA)

Rate Effective December 19, 2013

Customer Service Charge - \$75.00 per month (or partial month)

Demand Charge

| | |
|---------------|---|
| Summer | \$24.00 per kilowatt of maximum billing demand |
| Winter | \$18.00 per kilowatt of maximum billing demand |

Energy Charge

| | |
|---------------|--|
| Summer | \$0.0520 per kilowatt-hour used |
| Winter | \$0.0485 per kilowatt-hour used |

Subject to Application of Production Cost Adjustment (PCA)

Minimum Bill

The minimum bill shall be the customer charge or the billing demand charge, whichever is greater.

Determination of Billing Demand

The maximum demand for any billing period shall be the larger of: The highest integrated kilowatt load registered on the meter during any thirty (30) minute period occurring in the billing period; or fifty four percent (54%) of the highest kilowatt average demand registered on the meter during the preceding months of May 20th thru September 19th.

Seasonal Billing Periods

Summer - Summer period is for the meter readings obtained during the four month period of May 19th through September 19th

Winter - Winter period is for the meter readings obtained during the eight month period of September 19th through May 19th.

Terms of Payment

Utility bills are mailed on approximately the 25th day of each month and are payable upon receipt. They become due the 1st day of each month and become delinquent if not received in the City Office by 5:00 p.m. on the 10th day of the month. If the 10th of the month falls on a week-end, customers will be given the following regular business day. A ten percent (10%) penalty is imposed on all delinquent bills.

Power Factor Adjustment

The rates set forth in this schedule are based on the maintenance by the customer of a power factor of not less than 90% leading or lagging at all times. If it is determined by test that the power factor at the time of the Customer's peak load is less than 90%, the Utility Department, at its option, may correct the power factor of the Customer's load at the expense of the Customer.

Fluctuating Loads

Customers operating equipment having a highly fluctuating or large instantaneous demand, such as welders and X-ray machines, shall be required to isolate these loads from the balance of the electric system if they unduly interfere with service on the lines. The customer shall be required to pay all nonbetterment costs for corrective equipment to eliminate the interference.

OFF-PEAK INDUSTRIAL SERVICE

Available

To any non-residential consumer in the established service area of David City.

Applicable

To any consumer whose monthly consumption equals or exceeds 10,000 Kwh or whose monthly peak demand equals or exceeds 35 Kw for three consecutive months and whose peak demand during the winter season exceeds the peak demand experienced during the preceding summer season.

Character of Service

A.C. 60 Hertz, single-phase or three-phase at any of the Cities standard voltages.

Rate Effective December 19, 2012

Customer Service Charge - \$50.00 per month (or partial month)

Demand Charge

Summer \$20.00 per kilowatt of maximum billing demand
Winter \$12.75 per kilowatt of maximum billing demand

Energy Charge

Summer \$0.0520 per kilowatt-hour used
Winter \$0.0438 per kilowatt-hour used
Subject to Application of Production Cost Adjustment (PCA)

Rate Effective December 19, 2013

Customer Service Charge - \$75.00 per month (or partial month)

Demand Charge

Summer \$23.00 per kilowatt of maximum billing demand
Winter \$13.00 per kilowatt of maximum billing demand

Energy Charge

Summer \$0.0520 per kilowatt-hour used
Winter \$0.0485 per kilowatt-hour used
Subject to Application of Production Cost Adjustment (PCA)

Minimum Bill

The minimum bill per month shall be the customer charge or the billing demand charge, whichever is greater.

Determination of Billing Demand

The maximum demand for any billing period shall be the larger of: The highest integrated kilowatt load registered on the meter during any thirty (30) minute period occurring in the billing period; or fifty four percent (54%) of the highest kilowatt demand registered on the meter during the preceding months of June, July, August, or September.

Seasonal Billing Periods

Summer - Summer period is for the meter readings obtained during the four month period of May 19th through September 19th.

Winter - Winter period is for the meter readings obtained during the eight month period of September 19th through May 19th.

Terms of Payment

Utility bills are mailed on approximately the 25th day of each month and are payable upon receipt. They become due the 1st day of each month and become delinquent if not received in the City Office by 5:00 p.m. on the 10th day of the month. If the 10th of the month falls on a week-end, customers will be given the following regular business day. A ten percent (10%) penalty is imposed on all delinquent bills.

Power Factor Adjustment

The rates set forth in this schedule are based on the maintenance by the customer of a power factor of not less than 90% leading or lagging at all times. If it is determined by test that the power factor at the time of the Customer's peak load is less than 90%, the Utility Department, at its option, may correct the power factor of the Customer's load at the expense of the Customer.

Fluctuating Loads

Customers operating equipment having a highly fluctuating or large instantaneous demand, such as welders and X-ray machines, shall be required to isolate these loads from the balance of the electric system if they unduly interfere with service on the lines. The customer shall be required to pay all non-betterment costs for corrective equipment to eliminate the interference.

IRRIGATION SERVICE

Available

To irrigation customers in the established service area of David City.

Applicable

Applicable: **Off-Peak:** During the irrigation season, the utility may interrupt pump service during the peak hours. The peak hours shall be between 10:30 a.m. and 9:30 p.m. (Central Daylight Savings Time), Monday thru Saturday, excluding holidays. The City, at their sole discretion may change the period of interruptible hours.

Rate Effective December 19, 2012: On-peak irrigation (Firm)

\$54.25 per Horsepower connected per year. Energy consumed shall be billed at the rate of 8.00¢ per kilowatt hour per month, payable as used.

Rate Effective December 19, 2013: On-peak irrigation (Firm)

\$58.00 per Horsepower connected per year. Energy consumed shall be billed at the rate of 8.00¢ per kilowatt hour per month, payable as used.

Rate Effective December 19, 2012: Off-peak irrigation (Non-Firm)

\$23.00 per Horsepower connected per year. Energy consumed shall be billed at the rate of 5.60¢ per kilowatt hour per month, payable as used.

Rate Effective December 19, 2013: Off-peak irrigation (Non-Firm)

\$25.00 per Horsepower connected per year. Energy consumed shall be billed at the rate of 6.00¢ per kilowatt hour per month, payable as used.

Minimum Bill

The minimum bill shall be the Horse Power Charge.

Determination of Connected Load

The connected load in horsepower shall be taken from the name plates of the motors or from an actual measurement of horsepower input to the motor, or motors, operating under

maximum load conditions. The City reserves the right at any time to check the customer's load for recalculation of the connected load.

Terms of Payment

The total horsepower charge shall be billed on approximately April 25th of each year and total amount payable upon receipt. It shall become due the first day of May each year and become delinquent at 5:00 p.m. on the 10th day of May. A ten percent (10%) penalty is imposed on all delinquent bills.

Bills for the kwh usage are mailed on approximately the 25th day of each month and are payable upon receipt. They become due the 1st day of each month and become delinquent at 5:00 p.m. on the 10th day of each month. A ten percent (10%) penalty is imposed on all delinquent bills.

Power Factor Adjustment

The rates set forth in this schedule are based on the maintenance by the customer of a power factor of not less than 90% whether leading or lagging at all times. Power factor adjustments will be made in the horsepower billing, when the power factor, as determined by test, at the time of the maximum use is less than 90%. The measured maximum horsepower will be multiplied by 90 percent and divided by the customer's power factor expressed in percent.

FLUCTUATING LOADS

Customers operating equipment having a highly fluctuating or large instantaneous demand, such as welders and X-ray machines, will be charged \$1.78 per month per KVA of such nameplate rating of such equipment or other equipment for energy used, and such charges will be in addition to the bill determined by the kilowatt hours recorded by the meter and billed at scheduled rates. It will be added to the minimum bill for services in the event the energy for other services does not equal the amount of a minimum bill for such other services.

Section 2. **RATE MODIFICATION**: Whereas the rates offered to the customer by the City is based upon the current rate being paid by the City to its wholesale supplier, the City shall reserve the right, during the term of the rates, to adjust said rates to the consumer by an amount not to exceed two (2) mills per kilowatt hour greater than the adjustment to the City by its wholesale supplier.

Section 4. That all rates in Ordinances and Resolutions in conflict herewith are hereby repealed.

Section 5. This ordinance shall be published in pamphlet form and all rates included in this Ordinance shall be effective as of December 19, 2012. (So the usage from December 19th through January 18th will be billed on these rates).

PASSED AND ADOPTED this ___ day of ____, 2012

Mayor Alan Zavodny

Interim City Clerk Tami Comte