

ORDINANCE NO. 502 (failed by unanimous vote)

**AN ORDINANCE OF THE TOWN OF HOLLY, COLORADO SUPERCEDING ORDINANCE NO. 469
ADJUSTING RATES AND TARIFFS FOR ELECTRIC ENERGY
SERVICES RENDERED BY THE TOWN OF HOLLY ELECTRIC DEPARTMENT**

WHEREAS, a Cost of Service Study for the electric rates for the Town of Holly Electric Department was conducted, which demonstrates the need for modification; and

WHEREAS, a modification of electric rates is necessary to move the rate structure toward a more accurate reflection of the cost of service for providing electric service to the town's individual rate classes; and

WHEREAS, adequate revenue for working capital is required by the electric utility department as follows: a decrease in the Electric Cost Adjustment from the present .042 mils; and

WHEREAS, the Board of Trustees retains the authority to enact the fuel cost adjustment charge if financial circumstances within the department warrant the necessity to do so;

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF TRUSTEES OF THE TOWN OF HOLLY, COLORADO:

Section 1. It is deemed necessary to establish the following schedule of rate tariffs, Electric Cost Adjustment (ECA) and new charges to be paid by the customers of the Town of Holly Electric Department for services providing electric energy, and to become effective commencing April 1, 2014 unless suspended in accordance with the provisions of the Town of Holly Board of Trustees for the classes of services listed as follows:

	CURRENT MONTHLY RATE January 1, 2011	PROPOSED MONTHLY RATE April 1, 2014
<u>Residential</u>		
Customer Charge (\$/mo.)	\$4.75	\$6.75
Energy Charge (\$/kWh)	\$0.1570	\$0.1530
<u>General Service</u> (formerly Commercial)		
Customer using energy for non-residential lighting and small power purposes with loads of less than 35 kW		
Customer Charge (\$/mo.)	\$7.50	\$10.00
Energy Charge (\$/kWh)	\$0.1445	\$0.1411
<u>General Service Demand</u>		
Power and lighting for business and public agency customers with loads of 35 kW or greater for any two months during the preceding 12 months.	Accounts that have peak demands less than 35 kW for 12 consecutive months may request to be billed under the General Service rate.	Accounts that have peak demands less than 35 kW for 12 consecutive months may request to be billed under the General Service rate.
Customer Charge (\$/mo.)	\$7.00	\$15.00
Demand Charge (\$/kW)	\$1.75	\$2.00
Energy Charge (\$/kWh)	\$0.1405	\$0.1382
<u>Large Power Primary</u>		
Power and lighting for business and public agency customers with loads of 200 kW or greater for any two months during the preceding 12 months that takes service at primary voltage of 600 or greater.		
Customer Charge (\$/month)		\$70.50
Demand Charge (\$/kW)		\$6.35
Energy Charge (\$/kWh)		\$0.09812
The monthly kW billing will be the greater of the metered demand or 50% of the highest metered demand in the last 12 months.		

Irrigation (General Service Demand) For irrigation pumping purposes of not less than 5 HP	Idle Service Rate shall be \$0.45/HP/month	Idle Service Rate shall be \$0.96/HP/month
Customer Charge (\$/mo.)	\$7.00	\$15.00
Demand Charge	(\$/HP per mo.) \$1.75	(\$/kW) \$1.92
Energy Charge (\$/kWh)	\$0.1405	\$0.1405
Electric Cost Adjustment Per kWh	Base \$0.0420	Base \$0.0382
Street and Yard Lighting Energy Charge (\$/kWh)	\$0.148	\$0.148
Lamp Charge (\$/mo.)		
55 W HPS	\$3.00	\$3.00
100 W MV	\$3.00	\$3.00
165 W HPS	\$3.50	\$3.50
175 W HPS	\$3.00	\$3.00
250 W HPS	\$3.50	\$3.50
Municipal Pumping Energy Charge per kWh	\$0.1445	\$0.1445
Customer Charge (\$/mo)	\$7.50	\$7.50

Section 2. The Board of Trustees retains the authority to enact the Electric Cost Adjustment as an additional charge per kWh if financial circumstances within the department warrant the necessity to do so.

Section 3. All other matters pertaining to rates, rules and regulations, applicability, and availability of electrical energy supply heretofore adopted by ordinance, are hereby ratified, affirmed and continued in full force and effect without changes.

Section 4. Any ordinances, resolutions, or motions heretofore existing and in conflict with the provisions of this ordinance are hereby repealed, except that, in the event the Town of Holly Board of Trustees should permanently suspend the provisions herein adopted, or for any other reason refuse to permit the changes herein provided for, then the existing ordinances, resolutions, and motions heretofore adopted and governing the electrical department shall be continued in full force and effect.

Section 5. A public hearing was held by the Town Board of Trustees with respect to the proposed modifications at 7 p.m., on April 2, 2014 in Board Chambers at 100 Tony Garcia Drive, Holly, Colorado. A Notice of Public Hearing was published in *The Prowers Journal* on Wednesday, February 26, 2014 (thirty-five days prior to the hearing). A Notice of Public Hearing was published in *The Holly Shopper* on February 25, 2014 (thirty-six days prior to the hearing). A Notice of Hearing was mailed to all municipal utility customers living outside the municipal corporate boundaries on Monday, February 24, 2014 (thirty-seven days prior to the hearing).

Section 6. The Board of Trustees of the Town of Holly shall immediately take all steps necessary pursuant to the Colorado Revised Statutes to derive revenues from the passage of this ordinance for the continuation and preservation of the electric utility department.

Section 7. This ordinance shall become effective immediately upon passage thereof.

APPROVED AND ADOPTED THIS 2ND DAY OF APRIL, 2014.

(ordinance failed)
Bradley J. Simon, Mayor

ATTEST:

(ordinance failed)
Mary Rushton, Clerk/Treasurer