

ORDINANCE NO. 469

AN ORDINANCE ADJUSTING RATES AND TARIFFS FOR ELECTRICAL ENERGY SERVICES RENDERED BY THE TOWN OF HOLLY ELECTRICAL DEPARTMENT

WHEREAS, a Cost of Service Study for the electric rates for the Town of Holly Electric Department was conducted in 2009, which demonstrated the need for modification; and

WHEREAS, adequate revenue for working capital is required by the electric utility department as follows: an increase of .042 mils in 2010 and an increase of .042 mils in 2011; 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, Electrical Cost Adjustment (ECA) and new charges to be paid by the consumers of the Town of Holly Electric Department for services providing electrical energy, and to become effective commencing January 1, 2010 and January 1, 2011 respectively, unless suspended in accordance with the provisions of the Town of Holly Board of Trustees for the classes of services listed as follows:

	EXISTING MONTHLY RATE	MONTHLY RATE JANUARY 1, 2010	MONTHLY RATE JANUARY 1, 2011
<u>Residential</u>			
Customer Charge (\$/mo.)	\$4.75	\$4.75	\$4.75
Energy Charge (\$/kWh)	\$0.1450	\$0.1510	\$0.1570
<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	\$7.50	\$7.50
Energy Charge (\$/kWh)	\$0.1325	\$0.1385	\$0.1445
<u>General Service Demand</u> Power and lighting for business and public agency customers with loads of 35 kW or greater for any 2 months 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.	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	\$7.00	\$7.00
Demand Charge (\$/kW)	\$1.75	\$1.75	\$1.75
Energy Charge (\$/kWh)	\$0.1295	\$0.1345	\$0.1405
<u>Street and Yard Lighting</u>			
Energy Charge (\$/kWh)	\$0.136	\$0.142	\$0.148
Lamp Charge (\$/mo.)			
55 W HPS	\$3.00	\$3.00	\$3.00
100 W MV	\$3.00	\$3.00	\$3.00
165 W HPS	\$3.50	\$3.50	\$3.50
175 W HPS	\$3.00	\$3.00	\$3.00
250 W HPS	\$3.50	\$3.50	\$3.50
<u>Irrigation</u> (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 \$0.45/HP/month	Idle Service Rate shall be \$0.45/HP/month
Customer Charge (\$/mo.)	\$7.00	\$7.00	\$7.00
Demand Charge (\$/HP per mo.)	\$1.75	\$1.75	\$1.75
Energy Charge (\$/kWh)	\$0.1295	\$0.1345	\$0.1405

Section 2. Electric Cost Adjustment (ECA). The Board of Trustees retains the authority to enact the fuel cost adjustment as an additional charge per kWh if financial circumstances within the department warrant the necessity to do so. If significant revenue changes are necessary with respect to unexpected total power cost changes that are estimated to be greater than a 0.10% deviation in FY power costs budgeted, town staff will propose the application of the ECA to the Board of Trustees for implementation for a period of not longer than 12 months.

Section 3. All other matters pertaining to rates, rules and regulations, applicability, and availability of electrical energy supply, and 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 7:00 p.m., on February 3, 2010 in Board Chambers at 100 Tony Garcia Drive, Holly, Colorado. A Notice of Public Hearing was published in the *Lamar Ledger* thirty-four days prior to the hearing. On December 29, 2009 a Notice of Hearing was mailed to all municipal utility customers who live outside the municipal corporate boundaries.

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.

INTRODUCED for first reading this 6th day of January, 2010.

/s/ W. Bruce Roup, Mayor

ATTEST: /s/ Mary Rushton, Clerk/Treasurer

INTRODUCED for second reading, approved, and ordered published this 3rd day of February, 2010.

/s/ W. Bruce Roup, Mayor

ATTEST: /s/ Mary Rushton, Clerk/Treasurer