

## RESOLUTION NO. 2016-1

### A RESOLUTION REVISING THE UTILITY RATE SCHEDULE IN THE CITY OF WINDOM, MN

**WHEREAS**, City Charter, Chapter X and City Code Section 3.02 authorizes the Utility Commission to establish rates and charges for municipally-owned utilities (including, but not limited to, services, permit fees, connection and meter reading and checking fees, disconnection fees, reconnection fees including penalties for non-payment); and

**WHEREAS**, the Utility Commission periodically establishes rates and fees for municipally-owned utilities; and

**WHEREAS**, the Windom Utility Commission has modified the electric rates charged to Residential, General Service (commercial), Industrial and Municipal customers; and

**WHEREAS**, the City Council has the authority to change the municipal rate upon resolution; and

**WHEREAS**, it is in the best interests of the City of Windom and its citizens to operate the city enterprise funds in a financially sound and cost-effective manner.

**NOW, THEREFORE, BE IT RESOLVED** by the Utilities Commission of Windom, Minnesota, to change the electric rates charged Residential, Commercial, Industrial and Municipal customers as listed below. Said rates will be effective upon the next billing cycle.

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#### **1. Residential Service**

APPLICABLE TO: Residential customers for all domestic uses in single-family dwellings and individually metered apartments within the service territory of the City of Windom Electric Utility and within the City limits of Windom.

SERVICE AVAILABLE: Single-phase, 60 hertz, 120/240 volt, 400 amp max., 3-wire, single meter.

MONTHLY RATE:

Billing Year	2016	2017	2018
Customer Charge No kwh	\$5.70 Per Meter	\$8.70 Per Meter	\$12.00 Per Meter
Energy Charge All kwh	\$0.079 Per kwh	\$0.079 Per kwh	\$0.079 Per kwh

Power Cost Adjustment: The rate shown above is subject to a Power Cost Adjustment.  
(See Exhibit "A" Power Cost Adjustment Rider)

PROMPT PAYMENT PROVISIONS: All charges are net. If the bill is not paid by the 26<sup>th</sup> day of the month following the billing date, a late payment charge of 5 percent of the balance due shall apply.

SALES TAX: Sales tax to be added to all electric bills so as to be in compliance with the provisions of the laws of the State of Minnesota.

## **2. Out-of-City Service**

APPLICABLE TO: Residential customers within the service territory of the City of Windom Electric Utility and outside of the City limits of Windom.

SERVICE AVAILABLE: Single-phase, 60 hertz, 120/240 volt, 400 amp max., 3-wire, single meter.

MONTHLY RATE:

Billing Year	2016	2017	2018
Customer Charge No kwh	\$14.00 Per Meter	\$19.00 Per Meter	\$24.00 Per Meter
Energy Charge All kwh	\$0.079 Per kwh	\$0.079 Per kwh	\$0.079 Per kwh

Power Cost Adjustment: The rate shown above is subject to a Power Cost Adjustment.  
(See Exhibit "A" Power Cost Adjustment Rider)

PROMPT PAYMENT PROVISIONS: All charges are net. If the bill is not paid by the 26<sup>th</sup> day of the month following the billing date, a late payment charge of 5 percent of the balance due shall apply.

SALES TAX: Sales tax to be added to all electric bills so as to be in compliance with the provisions of the laws of the State of Minnesota.

## **3. Commercial Service**

APPLICABLE TO: Any commercial, industrial, city, or farm load within the service territory of the City of Windom Electric Utility for all purposes, where the maximum monthly demand is less than 50 K.W.

SERVICE AVAILABLE: Single-phase, 60 hertz, 120/240 volt, 400 amp max., 3-wire, single meter; or three-phase, 60 hertz, 240/120V, 208Y/120V, or 480Y/277V, 4-wire, single meter.

MONTHLY RATE:

Billing Year	Description	2016	2017	2018
Customer Charge No kwh	Single Phase	\$15.00 Per Meter	\$18.00 Per Meter	\$21.00 Per Meter
	Three Phase	\$20.00 Per Meter	\$24.00 Per Meter	\$29.00 Per Meter
Energy Charge kwh	First 8000	\$0.086 Per kwh	\$0.087 Per kwh	\$0.088 Per kwh
	Over 8001	\$0.081 Per kwh	\$0.082 Per kwh	\$0.083 Per kwh

Power Cost Adjustment: The rate shown above is subject to a Power Cost Adjustment. (See Exhibit “A” Power Cost Adjustment Rider)

PROMPT PAYMENT PROVISIONS: All charges are net. If the bill is not paid by the 26<sup>th</sup> day of the month following the billing date, a late payment charge of 5 percent of the balance due shall apply.

SALES TAX: Sales tax to be added to all electric bills so as to be in compliance with the provisions of the laws of the State of Minnesota.

**4. Municipal Service & Street Lighting** (This Class will become Street Lighting only in 2018 all other Customers Left in this class will be moved to Commercial Customers)

APPLICABLE TO: Any City of Windom owned facilities, where the maximum monthly demand is less than 50 K.W.

SERVICE AVAILABLE: Single-phase, 60 hertz, 120/240 volt, 400 amp max., 3-wire, single meter; or three-phase, 60 hertz, 240/120V, 208Y/120V, or 480Y/277V, 4-wire, single meter.

MONTHLY RATE:

Billing Year	2016	2017	2018
Customer Charge No kwh	\$9.00 Per Meter	\$16.00 Per Meter	Move to Commercial
Energy Charge All kwh	\$0.076 Per kwh	\$0.081 Per kwh	Move to Commercial
Street Lighting kwh only	\$0.080 Per kwh	\$0.087 Per kwh	\$0.095 Per kwh

Power Cost Adjustment: The rate shown above is subject to a Power Cost Adjustment. (See Exhibit “A” Power Cost Adjustment Rider)

PROMPT PAYMENT PROVISIONS: All charges are net. If the bill is not paid by the 26<sup>th</sup> day of the month following the billing date, a late payment charge of 5 percent of the balance due shall apply.

SALES TAX: Sales tax to be added to all electric bills so as to be in compliance with the provisions of the laws of the State of Minnesota.

**5. Industrial Service**

APPLICABLE TO: Any commercial, industrial, city, or farm load within the City of Windom Electric Utility service territory, for all purposes, where the metered maximum demand in any one month exceeds 50KW.

SERVICE AVAILABLE: Single-phase, 60 hertz, 120/240 volt, 400 amp max., 3-wire, single meter or three-phase, 240/120 V, 208 Y/120 V, or 480 Y/277 V, 4-wire. Special voltages may be provided at the discretion of the utility. Utility furnishes only one transformer bank and/or one meter.

**MONTHLY RATE:**

Billing Year	2016	2017	2018
Customer Charge No kwh	\$25.00 Per Meter	\$35.00 Per Meter	\$45.00 Per Meter
Energy Charge All kwh	\$0.060 Per kwh	\$0.053 Per kwh	\$0.046 Per kwh
Demand Charge All KW	\$6.95 Per KW	\$10.10 Per KW	\$13.30 Per KW
Minimum Demand %	50%	40%	30%

**METERED DEMAND:** The metered demand for any month shall be the maximum kilowatt demand established by the consumer for any thirty-minute interval during the month as indicated or recorded by a demand meter.

**BILLING DEMAND:** The billing demand shall be the maximum measured thirty-minute integrated demand in the billing month, but not less than the percentage shown in table above, of the maximum thirty-minute demand established in any of the twelve preceding months.

**PRIMARY METERING:** For large customers (at the option of the City), metering may be on the high voltage or primary side of transformer, in which case a discount of 2% of the monthly Energy, Demand and Power Cost Adjustment will be allowed. **NOTE:** Primary Metered customers are required to own all equipment past the meter including Transformers, High Voltage Lines and Related Equipment and are responsible for the maintenance and operation of equipment.

**PROMPT PAYMENT PROVISIONS:** All charges are net. If the bill is not paid by the **26<sup>th</sup>** day of the month following the billing date, a late payment charge of 5 percent of the balance due shall apply.

**SALES TAX:** Sales tax to be added to all electric bills so as to be in compliance with the provisions of the laws of the State of Minnesota.

**5. Security Lighting**

**APPLICABLE TO:** Available for year around illumination for area and security lighting by electric lamps in luminaries supported on wood poles, where the facilities for this service are furnished by the Municipal Utility. (Availability to be determined by the Utility.)

**MONTHLY RATE**

Billing Year	2016	2017	2018
100Watt	\$8.00 Per Month	\$8.00 Per Month	\$8.00 Per Month
400Watt	\$18.00 Per Month	\$18.00 Per Month	\$18.00 Per Month

**EXHIBIT “A” – POWER SUPPLY COST RIDER  
(APPLICABLE TO ELECTRIC UTILITY RATES 2016 – 1)**

There shall be added to or deducted from the net monthly bill \$ .00001 per kilowatt hour for each \$.00001 increase above or below the estimated monthly average new cost of power supply delivered to the customer, i.e., power supply from Central Minnesota Municipal Power Agency plus local production plant costs of providing for standby and emergency services.

Purchased power bills from Central Minnesota Municipal Power Agency for power, energy, and

transmission service and/or any local production plant operating costs or operating costs from any additional suppliers shall be added together to arrive at total cost of power supply and that combined cost shall then be divided by the net kilowatt hours billed to the consumer to arrive at average net cost of power supply.

Passed and approved this 13<sup>th</sup> day of January, 2016.

CITY OF WINDOM, MINNESOTA

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Mike Schwalbach  
Utilities Commission Chair

ATTEST:

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Steven Nasby  
City Administrator