

## **RESOLUTION: 110216**

### **ROLL CALL**

<b>VOTING</b>	<b>YES</b>	<b>NO</b>
<b>RANDY A. BRAILSFORD</b> Mayor (votes only in case of tie)		
<b>SOREN CHRISTENSEN</b> City Council Member	<u>X</u>	
<b>AARON D. CLOWARD</b> City Council Member		
<b>STERLING M. REES</b> City Council Member	<u>X</u>	
<b>CRISTY SIMONS</b> City Council Member	<u>X</u>	
<b>CRAIG B. WARREN</b> City Council Member	<u>X</u>	

I MOVE this resolution be adopted: Councilperson Sterling Rees  
City Council Member

I SECOND the foregoing motion: Councilperson Craig Warren  
City Council Member

## **RESOLUTION: 110216**

### **A RESOLUTION AMENDING ELECTRIC UTILITY RATES**

WHEREAS, Salem City owns and operates its own electric power distribution system; and

WHEREAS, the City must generate sufficient revenue from its electric rates to purchase the power it buys and also to provide for operation and maintenance of the system; and

WHEREAS, alternative energy generation, including wind, solar, and others are becoming more economical and should be encouraged, but those users shouldn't be subsidized by those who choose not to, or cannot afford the capital investment, to purchase alternative energy resources; and

WHEREAS, currently, alternative energy users can't generate electric power when the sun is not shining, the wind is not blowing, etc., but still need electricity during those times, causing the City to still generate or purchase power and maintain the system for their benefit; and

WHEREAS, Utah Municipal Power Agency, of which Salem is a member, has hired a consultant for its members to conduct a detailed rate study to assist each member to create a rate structure, including for customers using their own alternative energy generation, for its specific needs and which is fair and equitable to all consumers;

NOW THEREFORE, be it resolved by the Salem City Council as follows:

1. Customers using their own alternative energy generation shall pay \$3.10 per kW capable of being generated by their alternative energy generation (nameplate capacity), plus the customer service charge, usage rate, and demand charge, if applicable, for their respective class.

2. Customers using their own alternative energy generation may accrue a credit against their electric bills for power generated in excess of their own use for a one year period ending on March 31 of each year. Any credit remaining after April 1 shall be lost. In no event will City pay customers for any electricity generated by their alternative energy generation .

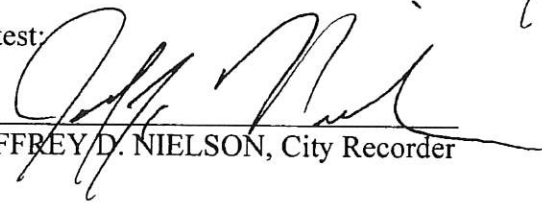
3. This resolution repeals all prior resolutions which establish electric rates for alternative energy generation. All existing due dates, late charges, and other rules and regulations relating to power rates shall remain in effect and are not modified by this resolution.

4. This resolution is effective for the December 2016 usage and billing.

DATED this 2nd of November, 2016

  
RANDY A. BRAILSFORD, Mayor

Attest:

  
JEFFREY D. NIELSON, City Recorder

