

RESOLUTION: 82416

ROLL CALL

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

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

I SECOND the foregoing motion: Craig Warren
City Council Member

RESOLUTION: 82416

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, power costs have risen in recent years and additional sources of electric power are needed to meet the needs of a growing population; and

WHEREAS, as a member of Utah Municipal Power Agency (UMPA), Salem has been able

to hold rates below the inflation rate and has rarely adjusted electric rates; and

WHEREAS, UMPA has hired a consultant for its members to conduct a detailed rate study to assist each member to create a rate structure 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. Each residential electric customer up to a 400 amp service shall pay a customer service charge of \$11.00 per month, plus a usage charge as set forth herein.
2. Each residential electric customer with a 400 amp service or larger shall pay a customer service charge of \$20.00 per month, plus a usage charge as set forth herein.
3. The electric power usage rate for all residential customers within Salem City is shown in the following table:

<u>kWh Usage</u>	<u>Rate per kWh</u>
first 500 kWh	.08850
501 - 999	.10434
1000	2.50
1001 - 1499	.12575
1500	3.50
over 1500	.13472

4. The electric power usage rate for all residential customers without Salem City (County residents) is shown in the following table:

<u>kWh Usage</u>	<u>Rate per kWh</u>
first 500	.09912
501 - 999	.10838
1000	2.56
1001 - 1499	.13064
1500	3.60
over 1500	.13997

5. Each commercial electric customer without a demand charge shall pay a customer service charge of \$20.00 per month, plus a usage charge as shown in the following table:

<u>kWh Usage</u>	<u>Rate per kWh</u>
first 700	.0794204 (within City limits)
first 700	.0902149 (without City limits)
over 700	.1193047 (within City limits)
over 700	.1355205 (without City limits)

6. Each commercial electric customer with a demand charge shall pay a customer service charge of \$49.00 per month and a demand charge of \$10.99 per kW, plus a usage charge as shown in the following table:

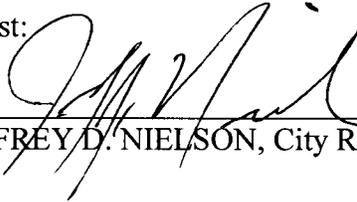
<u>kWh Usage</u>	<u>Rate per kWh</u>
first 3000	.0366402
over 3000	.0501125

7. Each industrial electric customer shall pay a customer service charge of \$110.00 per month and a demand charge of \$11.49 per kW, plus a usage charge of .03443 per kWh.
8. This resolution repeals all prior resolutions which establish electric rates. 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.
9. This resolution is effective for the August 2016 usage and billing.

DATED this 24 of August, 2016


RANDY A. BRAILSFORD, Mayor

Attest:


JEFFREY D. NIELSON, City Recorder