ORDINANCE NO. 1558

AN ORDINANCE TO AMEND ORDINANCE NO. 1554 BY AMENDING RATES, CHARGES AND CREDITS TO CUSTOMERS FOR ELECTRICAL SERVICES

WHEREAS, the City Commission of the City of Madison, South Dakota (the City) adopted Section 7-42 of the Revised Ordinances of the City of Madison (the Code) providing for, among other things, electric rates to be charged to electric users in the City for taking electricity from the municipal electric system of the City; and

WHEREAS, the City Commission of the City must provide revenues to pay the costs of improvements to the City's electric utility system (the Improvements) including the payment of electric utility revenue bonds (the Bonds), proceeds of which will be used to finance the Improvements; and

WHEREAS, the City Commission of the City desires to amend the Code in order to separately state the base rate and surcharge components of each electric rate and to increase the rates, charges and credits as deemed necessary;

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COMMISSION OF THE CITY OF MADISON, SOUTH DAKOTA:

That Section 2 (c) of Ordinance No. 1554 be amended to read as follows:

SECTION 2

(c) Industrial Rates	Base Rate	Surcharge	Total
1. Monthly Service Charge	$24.85	$1.15	$26.00
2. Plus Demand Charge (per KW)	$12.86	$1.64	$14.50
KW levels will be determined by calculating the higher of the actual KW peak or 50% of the highest KW peak within the last twelve months.			
3. Plus Energy Charge (per KWH)	$0.03565	$0.00335	$ .03900

4. Minimum Charge per Month per Service $26.00.

5. Industrial Customer Classification
   The industrial rates set forth above shall be available to all industrial customers residing within the City limits and shall be applicable when the customer's monthly peak power demand exceeds fifty kilowatts integrated over a thirty minute time interval two or more times within the preceding calendar year. However, a customer in the industrial class who does not reach sixty-five kilowatts two times within the past calendar year may request to be moved to the commercial class with said request to be considered and acted upon by the Mayor, Utilities Commissioner and Electric Superintendent.

Electrical customers residing outside the City limits shall be identified and classified by the City Electrical Superintendent as either residential, commercial or industrial customers as defined above. Said customer's electrical utility bill shall be subjected to a twenty percent (20%) surcharge in addition to the bill as determined in the respective customer classification.

Electrical energy supplied to various schools shall be charged at the residential rate until July 1, 2014, at which time said schools will be charged at the rate as determined in the respective customer classification.

Electrical energy supplied to various City buildings and facilities shall be charged and paid for by the respective City departments at the rate as determined in the respective customer classification.

Dated this 14th day of July, 2014.

CITY OF MADISON

Roy J. Lindsay Jr.
Mayor

ATTEST: Jennifer Timmers
Finance Officer

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