

CITY AND BOROUGH OF SITKA

ORDINANCE NO. 2013-39

AN ORDINANCE OF THE CITY AND BOROUGH OF SITKA AMENDING SUBSECTION 15.01.020 OF THE SITKA GENERAL CODE ELECTRICAL RATES BY INCREASING RATES FOR ALL CUSTOMER CLASSES TO FUND APPROVED ELECTRICAL UTILITY CAPITAL PROJECTS INCLUDING THE BLUE LAKE HYDROELECTRIC EXPANSION PROJECT

1. CLASSIFICATION. This ordinance is of a permanent nature and is intended to become a part of the Sitka General Code ("SGC").

2. SEVERABILITY. If any provision of this ordinance or any application to any person or circumstance is held invalid, the remainder of this ordinance and application to any person or circumstance shall not be affected.

3. PURPOSE. This ordinance will increase the electrical rates for all consumer classes at SGC 15.01.020 and provide sufficient revenues to meet all fiscal requirements to complete approved capital projects, including the Blue Lake Hydroelectric Expansion Project. The ability to acquire reasonable cost financing for these projects require electric rate increases to meet financial margins and revenue bond covenants.

4. ENACTMENT. NOW, THEREFORE, BE IT ENACTED by the Assembly of the City and Borough of Sitka that SGC 15.01.020 is amended as follows (new language underlined; deleted language stricken):

Chapter 15.01
ELECTRIC UTILITY POLICIES

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15.01.020 Electrical rates.

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- B. Residential Services.
2. Energy Charges.

Table with 2 columns: Rate Category and Rate. Rows include: First 500 kWh's (\$0.0850 to \$0.0935 per kWh), Next 1,000 kWh's (\$0.0990 to \$0.1089 per kWh), Next 1,000 kWh's (\$0.1040 to \$0.1144 per kWh), Next 1,000 kWh's (\$0.1350 to \$0.1485 per kWh), Over 3,500 kWh's (\$0.1730 to \$0.1903 per kWh), and Customer Charge is \$19.50 per month.

C. General Service – Small  
2. Energy Charges.

First 500 kWh	<del>\$0.1610</del> <u>\$0.1771</u> per kWh
501 kWh to 10,000 kWh	<del>\$0.1030</del> <u>\$0.1133</u> per kWh
10,001 kWh to 100,000 kWh	<del>\$0.1030</del> <u>\$0.1133</u> per kWh
Over 100,001 kWh	<del>\$0.1030</del> <u>\$0.1133</u> per kWh
Customer charge is \$39.00 per month	

D. General Service - Large.  
2. Energy Charges.

First 500 kWh	<del>\$0.1610</del> <u>\$0.1771</u> per kWh
501 kWh to 10,000 kWh	<del>\$0.1025</del> <u>\$0.1128</u> per kWh
10,001 kWh to 100,000 kWh	<del>\$0.1025</del> <u>\$0.1128</u> per kWh
Over 100,001 kWh	<del>\$0.1025</del> <u>\$0.1128</u> per kWh
Customer Charge is \$60.00 per month	

E. General Service – Public Authority.  
2. Energy Charges.

First 500 kWh	<del>\$0.1610</del> <u>\$0.1771</u> per kWh
501 kWh to 10,000 kWh	<del>\$0.1030</del> <u>\$0.1133</u> per kWh
10,001 kWh to 100,000 kWh	<del>\$0.1030</del> <u>\$0.1133</u> per kWh
Over 100,001 kWh	<del>\$0.1030</del> <u>\$0.1133</u> per kWh
Customer Charge is \$45.00 per month	

F. Boat Service.  
2. Energy Charges.

First 150 kWh	<del>\$0.1230</del> <u>\$0.1353</u> per kWh
All additional kWh	<del>\$0.1230</del> <u>\$0.1353</u> per kWh
Customer Charge is \$8.75 per month	

G. Street and Security Light Service.

(0.482 kWh per lamp watt) times (the wattage of the lamp) = kWh per month.	
Example: 0.482 kWh x 100 Watt lamp = 48 kWh per month.	
Monthly energy rate is: kWh per month times \$0.1785 \$0.1964 per kWh.	
48 kWh per month x \$0.1785 \$0.1964/kWh = \$8.57 \$9.43 per month energy rate	
Typical lamp energy rates:	
70 Watt	\$6.02 \$6.62 per month
100 Watt	\$8.56 \$9.42 per month
150 Watt	\$12.84 \$14.12 per month
175 Watt	\$15.00 \$16.50 per month
250 Watt	\$21.42 \$23.56 per month
400 Watt	\$34.44 \$37.88 per month
1,000 Watt	\$86.03 \$94.63 per month

H. Interruptible Service – Large Customer.

3. Rate per Month. Basic customer charge for each month or portion of a month: one hundred dollars.

Energy Charge. The energy charge for all kilowatt-hours shall be 0.0317 times the city and borough's price per gallon for number 2 heating oil, assuming an overall oil heating system efficiency of seventy percent and the use of the price paid by the city and borough of Sitka for all of the city and borough-owned buildings. The rate will vary monthly with the price paid by the city and borough of Sitka for number 2 heating oil for all city-owned buildings. The maximum energy charge for all kilowatt hours under this rate shall be ~~ten~~ eleven cents per kilowatt hour.

5. **EFFECTIVE DATE.** This ordinance shall become effective on July 1, 2014.

**PASSED, APPROVED, AND ADOPTED** by the Assembly of the City and Borough of Sitka, Alaska this 24th day of September, 2013.

  
Mim McConnell, Mayor

ATTEST:



Colleen Ingman, MMC  
Municipal Clerk