

CITY AND BOROUGH OF SITKA

ORDINANCE NO. 2020-18

AN ORDINANCE OF THE CITY AND BOROUGH OF SITKA
ADOPTING THE BUDGET AND CAPITAL IMPROVEMENT PLAN FOR THE ELECTRIC
FUND FOR THE FISCAL YEAR JULY 1, 2020 THROUGH JUNE 30, 2021

BE IT ENACTED by the Assembly of the City and Borough of Sitka, Alaska as follows:

1. CLASSIFICATION. This ordinance is not of a permanent nature and is not intended to be a part of the Sitka General Code of the City and Borough of Sitka, Alaska.

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

3. PURPOSE. The purpose of this ordinance is to set forth budgetary requirements for the operation of the various divisions, departments and organizations of the City and Borough of Sitka for Fiscal Year 2021.

4. ENACTMENT. NOW THEREFORE, BE IT ENACTED by the Assembly of the City and Borough of Sitka, Alaska that the following expenditure budgets (see below) for the fiscal period beginning July 1, 2020 and ending June 30, 2021 and related capital improvement plan (included in the FY2021 Administrator's Budget) are hereby adopted:

Table with 5 columns: ELECTRIC FUND, REVENUE, OPERATIONS, CAPITAL/TRANSFER, TOTAL. Rows include Electric Fund, Electric Capital Project Fund, Electric Fund Contingent on State/Federal Funding, and Authorization to apply for ADEC loan to fund Electric Fund capital projects in the amount of \$4,000,000.

EXPLANATION

Details of individual budgets and capital improvement plans are contained in the FY2021 Administrator's Budget. Budgeted amounts for all funds include revenue, operating expenditures and new capital outlays. This ordinance fulfills the requirements of Section 11.08 of the Home Rule Charter of the City and Borough of Sitka regarding annual adoption of a capital improvements program.

CHAPTER 15.01.020
ELECTRICAL RATES

A. All electric rates are subject to sales tax if applicable. These rates are effective for all electricity billed after November 1, 2019, July 1, 2020, regardless of when electricity was consumed.

The assembly shall consider annually an adjustment to the electric rates, based on the Consumer Price Index, at a time when any adjustment could be made effective July 1st of the year applied.

An adjustment, if any, shall be based on the prior year annual report for the municipality of Anchorage, Alaska, from the United States Department of Labor and Workforce Development, Consumer Price Index, and determined to be the percent change to the current year from the percent change of the prior year, and will be effective July 1<sup>st</sup> of any year applied. The first such adjustment date may be July 1, 2018.

B. Residential Services.

1. Applicable to all residential customers for all uses in the home or residence, subject to the rules and regulations and customer services policies of the city and utility.
2. Energy Charges

All kWh from the first billing cycle in November through the last billing cycle in April.	\$.12 .1224 per kWh
All kWh from the first billing cycle in May through the last billing cycle in October.	\$.192 .1958 per kWh
Customer charge is \$20.48 per month.	

C. General Service – Small

1. Applicable to all nonresidential customers for all uses, including lighting, heating and power, when the electricity consumed in the preceding twelve months is less than one hundred thousand kWh and has measured demand of less than fifty Kw, Subject to the rules, regulations and customer service policies of the utility and the city. Typical customers in this class could include: restaurants, retail vendors, churches, fueling stations, and service industries.
2. Energy Charges.

All kWh from the first billing cycle in November through the last billing cycle in April.	\$.1180 .1204 per kWh
All kWh from the first billing cycle in May through the last billing cycle in October.	\$.1880 .1918 per kWh
Customer charge is \$40.95 per month.	

3. Demand Charges.

First 25 kW	No charge
Over 25kW	<del>\$5.88</del> 5.99 per kW

D. General Service – Large.

1. Applicable to all nonresidential customers for all uses, including lighting, heating and power, when the electricity consumed in the preceding twelve months is equal or greater than one hundred thousand kWh or has a measured demand equal to or greater than fifty kW, subject to the rules, regulations and customer and customer service policies of the utility and the city. Typical customers in this class could include: grocery stores, industrial users, and seafood processing facilities.

2. Energy Charges.

All kWh	<del>\$.1450</del> .1479 per kWh
Customer charge is \$63.00 per month.	

3. Demand Charges.

First 25 kW	No charge
Over 25 kW	<del>\$5.88</del> 6.00 per kW

E. General Service – Public Authority.

1. Applicable to all noncommercial and nonresidential customers for all uses, including lighting, heating and power, subject to the rules, regulations and customer service policies of the utility and the city. Typical customers in this class could include: schools, tribal governments, and other public government buildings.

2. Energy Charges.

All kWh	<del>\$.1470</del> .1499 per kWh
Customer charge is \$47.25 per month.	

3. Demand Charges

First 25 kW	No charge
Over 25 kW	<del>\$5.88</del> 6.00 per kW

F. Boat Service.

1. Applicable to separately metered boats, lights, heaters, pumps or other uses.

2. Energy Charges.

All kWh from the first billing cycle in November through the last billing cycle in April.	<del>\$.12</del> .1224 per kWh
All kWh from the first billing cycle in May through the last billing cycle in October.	<del>\$.192</del> .1958 per kWh
Customer charge is \$20.48 per month.	

G. Street and Security Light Service.

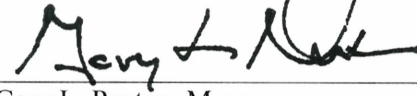
1. The utility will only install, at the expense of the customer, yard or security lights which can be attached to existing poles which are the property of the utility.
2. Rate per Month. This fee is in addition to the actual installation charges required for installing the desired fixtures.

Monthly unmetered street or security light energy rate is calculated as follows:

(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 \$0.2003 per kWh.	
48 kWh per month x \$0.2003/kWh = \$9.61 per month energy rate.	
Typical lamp energy rates:	
70 watt	<del>\$6.62</del> \$6.75 per month
100 watt	<del>\$9.42</del> \$9.61 per month
150 watt	<del>\$14.12</del> \$14.40 per month
175 watt	<del>\$16.50</del> \$16.83 per month
250 watt	<del>\$23.56</del> \$24.03 per month
400 watt	<del>\$37.88</del> \$38.64 per month
1,000 watt	<del>\$94.63</del> \$96.52 per month

5. **EFFECTIVE DATE.** This ordinance shall become effective on July 1, 2020.

**PASSED, APPROVED, AND ADOPTED** by the Assembly of the City and Borough of Sitka, Alaska  
this 12th day of May, 2020.



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Gary L. Paxton, Mayor

ATTEST:



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Sara Peterson, MMC  
Municipal Clerk

1<sup>st</sup> reading 4/28/2020

2<sup>nd</sup> and final reading 5/12/2020

Sponsor: Administrator