Resolution No. 17-004

A RESOLUTION OF THE BOARD OF PUBLIC WORKS OF THE CITY OF LEWES, ESTABLISHING FEES AND RATES FOR ELECTRIC UTILITY SERVICES WITHIN AREAS SERVED BY THE BOARD OF PUBLIC WORKS.

WHEREAS, the Board of Public Works exists so that current and future customers have availability and accessibility to safe, reliable and affordable electric services; and

WHEREAS, the Board of Public Works provides these services for life sustaining use while being environmental stewards; and

WHEREAS, pursuant to Section 4. 11 of the Charter of the Board of Public Works, being Chapter 10, Volume 77, <u>Laws of Delaware</u> as amended, the Board of Public Works has the authority to fix rates, assessments, and fees for the utility systems; and

WHEREAS, such rates shall be sufficient to providing for conducting and operating the said utility systems and for payment of debt services incurred by the Board of Public Works; and

WHEREAS, the information contained in the Cost of Service and Rate Study completed by Utility Financial Solutions, LLC was presented to the Board of Public Works and was the subject of a public hearing held February 1, 2017; and

WHEREAS, after review and analysis of the Cost of Service and Rate Study the Board of Public Works has determined that increases in the electric system rates, fees, assessments and other changes are necessary; and

NOW THEREFORE, BE IT RESOLVED by the Board of Public Works of the City of Lewes, in session met, a quorum pertaining at all times thereto, that the Board of Public Works hereby adopts the electric rate structure and rates which are attached to this resolution and made a part hereof commencing April 1, 2017 at 12:01am.

PASSED AND ADOPTED, by the Board of Public Works this 2nd day February 2017. Ratified on March 22nd, 2017.

C. Wendell Alfred

Board President

ATTEST;

A. Thomas Owen
Board Secretary

APPROVED AS TO FORM

Board Attorney

Residential (Domestic) Electric Service

Service is available under this Rate Schedule for single-family residential home and farm use only. Incidental use of the Residence for other purposes may be permitted, if approved by the Board of Public Works (BPW). However, Residences used principally for commercial purposes, such as rooming or boarding rental, may not be served under this Rate Schedule, unless the commercial service is metered and served separately under the appropriate Rate Schedule.

Monthly bills for service under this Rate Schedule will be rendered based on the following provisions.

Monthly Rates

Customer Charge

Single Phase Service \$ 16.00 Three Phase Service \$ 27.40

Energy Charges \$ 0.121207 per kWh

Power Cost Adjustment

The Purchased Power Cost Adjustment (PPCA) to reconcile over or under collections of power supply costs will apply to all service supplied under this Rate Schedule.

Minimum Bill

The Minimum Bill for monthly service shall be the Ready to Serve Charge. Properties unoccupied for periods of time will not be excluded, unless service is disconected.

General Terms

Service supplied under this Rate Schedule is subject to the Electric Rules and Regulations of the BPW. The Electric Rules and Regulations and this Rate Schedule are subject to change by the Board of the BPW.

Effective with bills rendered on and after April 1, 2004.

Amended: May 18, 2006 Board Meeting, increase in rates 000178 to include State Mandated Green Energy, effective with bills rendered for June 2006 billing.

Amended: October 19, 2006 Board Meeting, increase in rates, along with a summer and winter rate, effective with bills rendered on and after February 1, 2007

Amended: May 26, 2010 Board Meeting, increase in ready to serve charge and eliminate summer and winter rates, effective with bills rendered on and after June 1, 2010.

Amended: January 25,2012 Board Meeting. Rate reduction in energy charges effective with bills rendered on and after March 1, 2012.

Amended: February 22, 2017 Board Meeting Rate study recommendation revenue neutral rate change effective with bills rendered on and after April 1, 2017

Commercial (Small General) Electric Service

Service is available under this Rate Schedule for commercial and other non-residential electric service when the annual peak demand is less than 50 kilowatts. The Board of Public Works (BPW) will supply electric service through one meter at one location.

For any Customer served under this Rate Schedule, this rate will cease to be applicable if the annual peak metered demand exceeds 50 kilowatts. In such case, the Customer will be changed to the Industrial rate.

This Rate Schedule shall be applicable for service to school's orphanages, stores, hotels, rooming houses, apartment houses, theaters, etc., and all other use that is not strictly residential or domestic home or farm use in character when annual peak demand is below 50 kilowatts. Any establishment carrying a business, professional, or commercial telephone directory listing may be considered as such in determining the applicable Rate Schedule, but the absence of such listing shall not be considered as conclusive in establishing the appropriate Rate Schedule.

Where one premise with annual peak demand under 50 kilowatts is used, and occupied by a consumer as a commercial establishment and also as a Residence, all service supplied will be billed under this Rate Schedule, or the wiring may be separated (subject to approval by the Board of Public Works) and each electric service metered and billed separately in accordance with the applicable Rate Schedule.

Monthly bills for service under this Rate Schedule will be based on the following provisions.

Monthly Rates

Customer Charges

Single Phase \$25.00 Three-phase Service \$36.90

Energy Charges \$0.136464 per kWh

Power Cost Adjustment

The Purchased Power Cost Adjustment (PPCA) to reconcile over or under collections of power supply costs will apply to all service supplied under this Rate Schedule

Minimum Bill

The Minimum Bill for monthly service under this Rate Schedule will be equal to the Customer Charge plus the Public Utilities Tax Surcharge. Properties unoccupied for periods of time will not be excluded, unless service is disconnected.

Public Utilities Tax Surcharge

In addition to charges by the BPW, the surcharge for Public Utilities Tax under Title 30, Part IV, Chapter 55, Section 5502 of the Delaware State Code, if applicable, will apply to service rendered.

General Terms

Service supplied under this Rate Schedule is subject to the Electric Rules and Regulations of the Board of Public Works. The Electric Rules and Regulations and this Rate Schedule are subject to change by the Board of the BPW.

Effective with bills rendered on an after April 1, 2004.

Amended: May 18, 2006 Board Meeting, Increase in rate .000178 to include State Mandated Green Energy, effective with bills rendered for June 2006 billing.

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Amended: February 22, 2017 Board Meeting Rate study recommendation revenue neutral rate change effective with bills rendered on and after April 1, 2017

Industrial (Large General) Electric Service

Service is available under this Rate Schedule for non-residential electric service with annual peak demand of 50 kilowatts or more. The Board of Public Works (BPW) will supply the Customer's requirement for power through one meter at one location.

For any Customer served under this Rate Schedule, this rate will cease to be applicable if the annual peak metered demand falls below 50 kilowatts. In such case, the customer will be changed to the Commercial (Small General) Service Rate Schedule.

Monthly bills for service under this Rate Schedule will be based on the following provisions.

Monthly Rates

Customer Charges

Single Phase	\$ 125.00
Three-phase	\$ 138.80

Demand Charge

Per kW of Billing Demand \$ 7.00 per kW

Energy Charges

BPW will calculate the amount as a direct pass-through of the total amount the BPW pays to its wholesale electricity provider plus the local distribution system loss. Specifically, all charges on the wholesale supplier bill, for energy, congestion, demand, and any other charges are added to a total dollar amount, then the total is divided by the total kWh amount and multiplies by the sum of one (1) plus the system loss. This yields a purchased energy cost in cents per kWh.

Billing Demand

The distribution demand shall be the highest 15-minute kilowatt demand in the current month or preceding eleven (11) months.

Minimum Bill

The Minimum Bill for monthly service under this Rate Schedule will be the Customer Charge plus the Public Utilities Tax Surcharge and Billing Demand. Properties unoccupied for periods of time will not be excluded, unless service is disconnected.

Primary Voltage Service

When service is delivered at 2,400 volts or higher and the Customer owns, installs, and maintains all facilities beyond the Delivery Point, a discount of 5% of monthly charges will be apply.

Public Utilities Tax Surcharge

In addition to charges by the BPW, the surcharge for Public Utilities Tax under Title 30, Part IV, Chapter 55, Section 5502 of the Delaware State Code, if applicable, will apply to service rendered.

General Terms

Service supplied under this Rate Schedule is subject to the Electric Rules and Regulations of the Board of Public Works. The Electric Rules and Regulations and this Rate Schedule are subject to change by the Board of the BPW.

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