

ORDINANCE NO. 17- 2014

**ORDINANCE AMENDING VARIOUS
SECTIONS OF THE CODIFIED ORDINANCES
ESTABLISHING THE ELECTRIC SERVICE RATES
AND DECLARING AN EMERGENCY**

WHEREAS, the Village retained Courtney & Associates, Public Utility Consultants, of Findlay, Ohio to prepare an Electric Rate and Cost of Service Study (Study); and

WHEREAS, based on the results of the Study, Courtney & Associates has recommended that the Village modify its electric rates so that they more properly reflect the cost of providing electric service and provide sufficient revenues to meet future expenses associated with operating and maintaining the Village's Electric System; and

WHEREAS, Village Council and the Village Administrator concur with Courtney & Associates' recommendation and desire to make certain amendments to various sections of the Codified Ordinances establishing the Village's electric rate.

NOW THEREFORE, BE IT ORDAINED BY THE COUNCIL OF THE VILLAGE OF OAK HARBOR, OHIO:

SECTION 1. That Sections 50.050 through 50.071 of the Village's Codified Ordinances are hereby replaced with the electric rate schedules and Rider "A" attached hereto.


SECTION 2. In the event of a conflict between this ordinance and any other ordinance, the terms of this ordinance shall govern.

SECTION 3. This Council hereby finds and determines that all formal actions relative to the adoption of this Ordinance were taken in an open meeting of this Council, and that all deliberations of Council, and of its committees, which result in formal action, were taken in full compliance with the applicable legal requirements.

SECTION 4. That this Ordinance is hereby declared to be an emergency measure necessary for the immediate preservation of the public peace, health and safety of the Village in that the rate schedules as amended are necessary for the financial soundness of the Village's Electric System, and shall therefore be in full force and effect immediately upon its passage.

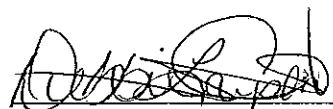
PASSED at a meeting of the Council of the Village of Oak Harbor on this 3rd day of November, 2014, by the affirmative vote of six, members of the council.

Approved: November 3, 2014



William Eberle, Mayor

Attest:



Debbie L. Carpenter, Fiscal Officer

Dated: 11-3, 2014

Frist Reading: November 3, 2014

Second Reading: Waived

Third Reading: Waived

RIDER A

POWER SUPPLY COST ADJUSTMENT APPLICABLE TO ALL VILLAGE ELECTRIC RATE SCHEDULES

POWER SUPPLY COST ADJUSTMENT: The rates and charges set forth in Village's Rate Schedules are based upon the cost of Village's power supply as furnished by American Municipal Power (AMP).

In the event that the Village's average power supply costs per kWh is **INCREASED** or **DECREASED** due to changes in tax, or other adjustments or modifications to the Village's power supply arrangements, Village's Rate Schedules to which Rider "A" applies will be adjusted as specified below:

(1) **BASE POWER SUPPLY COST:**

The overall Base Power Supply Cost to be used to determine the adjustment applicable to Village's Rate Schedules shall be that included in the Village's retail rates of \$0.077273 per kWh.

(2) **MONTHLY DETERMINATION OF POWER SUPPLY COST ADJUSTMENT:**

- (a) Each month, the Village's running three-month average Power Supply Cost per kWh shall be determined by dividing (1) the sum of the previous two and current months' total power supply costs from all suppliers, plus the sum of the previous two and current months' costs associated with development, ownership and operation of generating facilities owned in whole, or in part, by the Village or AMP, plus the sum of the previous two and current months' transmission related charges and AMP Service Fees, by (2) the total energy delivered to the Village in the previous two months and current month.
- (b) If said running three-month average Power Supply Cost for the current month is **ABOVE** or **BELOW** \$0.077273 per kWh (determined to 6 decimal places or \$0.000000), the rates per kWh set forth in Village's Rate Schedules shall be **INCREASED** or **DECREASED** in the manner specified in (c) & (d) below.
- (c) Any **INCREASE** or **DECREASE** per kWh **ABOVE** or **BELOW** the base cost of \$0.077273 per kWh shall be determined to 6 decimal places and any resultant differential shall be multiplied by 1.10 to compensate for Village's Distribution System Energy Losses.

- (d) The rates per kWh set forth in Village's Rate Schedules shall be INCREASED or DECREASED accordingly.
- (3) APPLICATION OF POWER SUPPLY COST ADJUSTMENT TO ALL CUSTOMER BILLS:
- (a) Any applicable adjustment shall be applied to the kWh billed Consumer for the meter reading period that Village determines as most nearly corresponding to the meter reading period(s) set forth in Village's purchased power billings from its supplier(s).
 - (b) All adjustments shall be applied to the total kWh billed to Consumer and shall be in addition to the minimum charge applicable for the schedule involved.
 - (c) Security Lighting Schedule SL adjustment shall be as specified in said schedule.

Authorized by Village of Oak Harbor Council on 11-3, 2014

EFFECTIVE: For All Bills Payable after 12-31, 2014