# ORDINANCE NO. 2017 - <u>65</u>

AN ORDINANCE TO AMEND AND SUPPLEMENT THE CODE OF THE CITY OF VINELAND, CHAPTER 687, ENTITLED "UTILITIES" AND TO AMEND AND SUPPLEMENT ORDINANCE NO. 24, ENTITLED "AN ORDINANCE ESTABLISHING ELECTRIC LIGHT AND POWER RATES AND PRESCRIBING THE TERMS, CONDITIONS AND REQUIREMENTS FOR ELECTRIC LIGHT AND POWER SERVICE BY THE MUNICIPAL ELECTRIC UTILITY," AND THE AMENDMENTS THERETO.

WHEREAS, on September 9, 1952, the Council of the City of Vineland adopted Ordinance No. 24, entitled "AN ORDINANCE ESTABLISHING ELECTRIC LIGHT AND POWER RATES AND PRESCRIBING THE TERMS, CONDITIONS AND REQUIREMENTS FOR ELECTRIC LIGHT AND POWER SERVICE BY THE MUNICIPAL ELECTRIC UTILITY," said Ordinance having been heretofore amended; and

WHEREAS, it is necessary and in the best interest of the City of Vineland to amend and supplement Ordinance No. 24, as amended, to provide for a revision in the rate structure for electric light and power service by the municipal electric utility.

NOW, THEREFORE, BE IT ORDAINED by the Council of the City of Vineland, that Ordinance No. 24, entitled "AN ORDINANCE ESTABLISHING ELECTRIC LIGHT AND POWER RATES AND PRESCRIBING THE TERMS, CONDITIONS AND REQUIREMENTS FOR ELECTRIC LIGHT AND POWER SERVICE BY THE MUNICIPAL ELECTRIC UTILITY", be and the same, is hereby amended as follows:

### **ARTICLE V Rate WLP: Industrial Rate Service**

#### § 687-51. Industrial service, modified market rate.

- A. In addition to the service available under § <u>687-50</u>, industrial service shall be available, effective October 15, 2017, under written contract between the City of Vineland and the customer, under rates, terms and conditions as follows:
  - (1) Modified Market rate service: \$10,000 per month.
  - (2) Demand charge:
    - (a) Each kilowatt of monthly billing demand: \$22.50.
  - (3) Energy charge:
    - (a) Each kilowatt –hour of usage: \$0.025 per kilowatt-hour.
  - (4) Energy charge adder:
    - (a) Each kilowatt-hour of usage: \$0.0025 per kilowatt-hour.
- B. Charges will be calculated and billed monthly.
- C. Service under WLP: modified market rate shall be subject to § <u>687-53</u>, § <u>687-54</u>, § <u>687-57</u> and § <u>687-59</u>, and to such other items and conditions as may be set forth in the written contract between the City of Vineland and the customer.
- D. This rate is generally available to industrial customers.
- E. The energy charge shall be subject to an energy cost clause adjustment as established by mutual agreement between the City of Vineland and the customer and shall be in effect for a specified period of time until amended.

## § 687-52. Modified market rate, incremental energy rider.

- A. This rider shall be available only to those customers taking service under the modified market rate, as follows:
  - (1) Demand charge:
    - (a) Each kilowatt of monthly billing demand: \$14.00.

- (3) Energy charge:
  - (a) Each kilowatt –hour of usage: \$0.025 per kilowatt-hour.
- (4) Energy charge adder:
  - (a) Each kilowatt-hour of usage: \$0.0025 per kilowatt-hour.
- B. The rate set forth in this rider shall apply only when and to the extent the customer increases demand above a base level as established by contract.
- C. This rate shall be available to the customer, for terms not to exceed five years.
- D. The energy charge shall be subject to an energy cost clause adjustment as established by mutual agreement between the City of Vineland and the customer and shall be in effect for a specified period of time until amended.

BE IT FURTHER ORDAINED that all ordinances and all provisions thereof, inconsistent with the provisions of this ordinance are hereby repealed to the extent of such inconsistencies.

BE IT FURTHER ORDAINED that this ordinance shall take effect after final approval and publication as provided by law.

Passed first reading:	
Passed final reading:	
Approved by the Mayor:	President of Council
Approved by the Mayor.	
	Mayor
ATTEST:	1120) 01
City Clerk	



#### **MEMORANDUM**

August 24, 2017

TO: ROBERT DICKENSON, BUSINESS ADMINISTRATOR

FROM: JOHN LILLIE, DIRECTOR OF VMU

**SUBJECT: REQUEST FOR ORDINANCE AMENDMENT** 

Please prepare an ordinance to amend and supplement the code of the City of Vineland, Chapter 687, entitled "UTILITIES" and to amend and supplement ordinance No. 24, entitled "AN ORDINANCE ESTABLISHING ELECTRIC LIGHT AND POWER RATES AND PRESCRIBING THE TERMS, CONDITIONS AND REQUIREMENTS FOR ELECTRIC LIGHT AND POWER SERVICE BY THE MUNICIPAL ELECTRIC UTILITY". This ordinance is being requested to revise the rate structure for the Industrial service, modified market rate.

For your convenience, I've attached a draft ordinance.

If you have any questions concerning this matter, please do not hesitate to contact me.

JL/11

Cc: Joseph Isabella Sue Baldosaro Yolanda Hill