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 2nd Reading: _____
 Date Adopted: _____
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ORDINANCE NO. _____

AN ORDINANCE OF THE CITY OF SIOUX FALLS, SD, AMENDING THE CODE OF ORDINANCES OF THE CITY BY AMENDING THE TERM “CUSTOMER CHARGE” TO “FIXED CHARGE” IN SECTION 51.006 OF CHAPTER 51: GENERAL PROVISIONS, AND 51.026, 51.027, 51.028, 51.029, AND 51.030 OF CHAPTER 51: ELECTRICITY.

BE IT ORDAINED BY THE CITY OF SIOUX FALLS, SD:

Section 1. That Section 51.006 of the Code of Ordinances of Sioux Falls, SD, is hereby amended to read:

§ 51.006 MONTHLY BILLING.

With the installation of an automatic meter reading system, all residential and commercial customers will be billed monthly based on monthly actual meter readings. If an actual meter reading cannot be obtained, a computer generated estimate will be used. ~~Customer~~ Fixed and volume charges shall be those set forth in §§ 51.046 through 51.049. Bills are due within 20 days following the date of the bill. Termination of service and reconnection shall be according to the department’s policy.

Section 2. That Section 51.026 of the Code of Ordinances of Sioux Falls, SD, is hereby amended to read:

§ 51.026 RESIDENTIAL SERVICE RATE.

The residential service rate for electrical service shall be as follows.

(a) *Designation.* RES.

(b) *Applicable.* Single-phase service for all domestic uses through one meter. Water heating installations and space heating installations are to be included under this classification.

(c) *Multiple dwelling.* Service for two or more apartments may be taken through one meter under a single billing provided the kWh blocks shall be the sum of the kWh blocks under a separate billing. Service for a commercial business conducted in a residence and not occupying over 20% of the dwelling area may be taken through the residential meter and shall be considered as an additional dwelling unit for billing purposes.

(d) *Rate.*

(1) *Energy charge (All kWh)*. \$0.1145 for service from January 1, 2018, through December 31, 2018; \$0.1191 from January 1, 2019, through December 31, 2019; \$0.1227 for service from January 1, 2020, through December 31, 2020; \$0.1264 for service from January 1, 2021, through December 31, 2021; \$0.1301 for service from January 1, 2022, through December 31, 2022; and \$0.1340 for service beginning January 1, 2023.

(2) *Customer-Fixed charge*. \$6.50 per month for service from January 1, 2018, through December 31, 2018; \$6.76 per month from January 1, 2019, through December 31, 2019; \$6.96 per month for service from January 1, 2020, through December 31, 2020; \$7.17 per month for service from January 1, 2021, through December 31, 2021; \$7.39 per month for service from January 1, 2022, through December 31, 2022; and \$7.61 for service beginning January 1, 2023.

Section 3. That Section 51.027 of the Code of Ordinances of Sioux Falls, SD, is hereby amended to read:

§ 51.027 COMMERCIAL/INDUSTRIAL PRIMARY SERVICE RATE.

The commercial/industrial primary service rate for electrical service shall be as follows.

(a) *Designation*. C/IP.

(b) *Applicable*. To commercial and industrial customers for three-phase service for all uses, where the monthly demand exceeds 750 kW, and the facility is primary metered.

(c) *Character of service*. Three-phase, 60 hertz, at available primary voltages.

(d) *Rate*.

(1) *Demand charge (all kW)*. \$14.77 for service from January 1, 2018, through December 31, 2018; \$15.36 from January 1, 2019, through December 31, 2019; \$15.82 for service from January 1, 2020, through December 31, 2020; \$16.30 for service from January 1, 2021, through December 31, 2021; \$16.78 for service from January 1, 2022, through December 31, 2022; and \$17.29 for service beginning January 1, 2023.

(2) *Energy charge (all kWh)*. \$0.0378 for service from January 1, 2018, through December 31, 2018; \$0.0394 from January 1, 2019, through December 31, 2019; \$0.0406 for service from January 1, 2020, through December 31, 2020; \$0.0418 for service from January 1, 2021 through December 31, 2021; \$0.0431 for service January 1, 2022, through December 31, 2022; and \$0.0443 for service beginning January 1, 2023.

(3) *Customer-Fixed charge*. \$14.77 per month for service from January 1, 2018, through December 31, 2018; \$15.36 per month from January 1, 2019, through December 31, 2019; \$15.82 per month for service from January 1, 2020, through December 31, 2020; \$16.30 from January 1, 2021 through December 31, 2021; \$16.78 per month for service from January 1, 2022, through December 31, 2022; and \$17.29 for service beginning January 1, 2023.

(e) *Metered demand.* The metered demand shall be the maximum kilowatt demand established by the consumer for any period of 15 consecutive minutes during the month as indicated or recorded by a demand meter.

(f) *Power factor penalty.* If the customer's average monthly power factor falls below 90%, the utility may adjust the metered demand by the ratio of 90% to the measured average monthly power factor in percent.

(g) *Adjusted demand.* The adjusted demand consists of the metered demand adjusted for power factor, if applicable.

(h) *Billing demand.* The demand to be billed shall be the adjusted demand for the month but not less than 50% of the highest demand billing dollars during the preceding 11 months.

Section 4. That Section 51.028 of the Code of Ordinances of Sioux Falls, SD, is hereby amended to read:

§ 51.028 LARGE COMMERCIAL/INDUSTRIAL SERVICE RATE.

The large commercial and industrial service rate for electrical service shall be as follows:

(a) *Designation.* LCS.

(b) *Applicable.* To commercial or industrial customers for single- or three-phase lighting, heating, cooking, refrigeration, power to motors, and other approved uses where the monthly peak demand exceeds 25 kW or where monthly metered energy exceeds 6000 kWh.

(c) *Character of service.* Single- or three-phase, 60 hertz, at available secondary voltages.

(d) *Rate.*

(1) ~~Customer~~ Fixed charge. \$14.77 per month for service from January 1, 2018, through December 31, 2018; \$15.36 per month from January 1, 2019, through December 31, 2019; \$15.82 per month for service from January 1, 2020, through December 31, 2020; \$16.30 per month for service from January 1, 2021, through December 31, 2021; \$16.78 per month for service from January 1, 2022, through December 31, 2022; and \$17.29 for service beginning January 1, 2023.

(2) *Energy charge (all kWh).* \$0.0378 for service from January 1, 2018, through December 31, 2018; \$0.0394 from January 1, 2019, through December 31, 2019; \$0.0406 for service from January 1, 2020, through December 31, 2020; \$0.0418 for service from January 1, 2021, through December 31, 2021; \$0.0431 for service from January 1, 2022, through December 31, 2022; and \$0.0443 for service beginning January 1, 2023.

(3) *Demand charge (all kW).* \$17.83 for service from January 1, 2018, through December 31, 2018; \$18.54 from January 1, 2019, through December 31, 2019; \$19.10 for service from January 1, 2020, through December 31, 2020; \$19.67 for service from January 1, 2021, through December 31, 2021; \$20.26 for service from January 1, 2022, through December 31, 2022; and \$20.87 for service beginning January 1, 2023.

(e) *Meter demand.* The meter demand shall be the maximum kilowatt demand established by the consumer for any period of 15 consecutive minutes during the month as indicated or recorded by a demand meter.

(f) *Power factor penalty.* If the customer's average monthly power factor falls below 90%, the utility may adjust the meter demand by the ratio of 90% to the measured average monthly power factor in percent.

(g) *Adjusted demand.* The adjusted demand consists of the meter demand adjusted for power factor, if applicable.

(h) *Billing demand.* The demand to be billed shall be the adjusted demand for the month but not less than 50% of the highest demand billing dollars during the preceding 11 months.

Commercial or industrial customers with large new or expanding loads of 1 megawatt or more may qualify for incentive pass-through energy rates if the city's wholesale electric supplier offers such incentive rates, the customer meets the wholesale supplier's requirements for such rates, and the director of public works approves use of such rates. Existing customers are eligible for this rate only for the portion of its load qualifying for such pass-through rates. Any customer qualifying for such rate shall pay the city for transmission of energy and for facilities costs related to the new or expanding loads, including infrastructure costs, customer service charges of \$1,000 per month, and any other charges related to the new or expanding loads. The charges listed in § 51.028(d) through (h) may be waived by the director of public works for a period of up to five years if necessary for the customer to qualify for such incentive rate from the city's wholesale electric supplier, provided that such waiver would not require an increase in the rates for other customers.

Section 5. That Section 51.029 of the Code of Ordinances of Sioux Falls, SD, is hereby amended to read:

§ 51.029 SMALL COMMERCIAL SERVICE RATE.

The small commercial service rate for electrical service shall be as follows:

(a) *Designation.* SCS.

(b) *Applicable.* To all commercial or industrial customers for single- or three-phase lighting, heating, cooking, refrigeration, power to motors, and other approved uses, where the monthly metered energy does not exceed 6000 kWh.

(c) *Character of service.* Single- or three-phase, 60 Hertz, at available secondary voltages.

(d) *Rate.*

(1) *Customer-Fixed charge*. \$9.75 per month for service from January 1, 2018, through December 31, 2018; \$10.14 per month from January 1, 2019, through December 31, 2019; \$10.44 per month for service from January 1, 2020, through December 31, 2020; \$10.76 per month for service from January 1, 2021, through December 31, 2021; \$11.08 per month for service from January 1, 2022, through December 31, 2022; and \$11.41 for service beginning January 1, 2023.

(2) *Energy charge (all kWh)*. \$0.1323 for service from January 1, 2018, through December 31, 2018; \$0.1376 from January 1, 2019, through December 31, 2019; \$0.1417 for service from January 1, 2020, through December 31, 2020; \$0.1460 for service from January 1, 2021, through December 31, 2021; \$0.1504 for service from January 1, 2022, through December 31, 2022; and \$0.1549 for service beginning January 1, 2023.

Section 6. That Section 51.030 of the Code of Ordinances of Sioux Falls, SD, is hereby amended to read:

§ 51.030 CITY-SERVED STREETLIGHTING RATE.

The city streetlighting rate is applicable to all streetlights served with electricity by the light department including traffic signals and recreational lighting.

(a) *Designation*. SL.

(b) *Rate*.

(1) *Energy charge (all kWh)*. \$0.0909 for service from January 1, 2018, through December 31, 2018; \$0.0946 from January 1, 2019, through December 31, 2019; \$0.0974 for service from January 1, 2020, through December 31, 2020; \$0.1004 for service from January 1, 2021, through December 31, 2021; \$0.1034 for service from January 1, 2022, through December 31, 2022; and \$0.1065 for service beginning January 1, 2023.

(2) *Customer-Fixed charge*. \$7.74 per month for service from January 1, 2018, through December 31, 2018; \$8.04 per month from January 1, 2019, through December 31, 2019; \$8.28 per month for service from January 1, 2020, through December 31, 2020; \$8.53 per month for service from January 1, 2021, through December 31, 2021; \$8.79 per month for service from January 1, 2022, through December 31, 2022; and \$9.05 for service beginning January 1, 2023.

Date adopted: _____.

Paul TenHaken, Mayor

ATTEST:

James David, Acting City Clerk