

Ordinance No. 2018.05

Ordinance Adopting an Economic Development Rider

WHEREAS, the Town Council of the Town of Advance, Indiana (the "Council") recognizes the need to stimulate growth and to maintain a sound economy within the Town of Advance, Indiana (the "Town of Advance"); and

WHEREAS, the Town of Advance is a member of the Indiana Municipal Power Agency ("IMPA"); and

WHEREAS, IMPA adopted an Economic Development Rider (The "IMPA Rider") available to all IMPA members with customers that meet the IMPA Rider's requirements; and

WHEREAS, the incentives provided by the IMPA Rider are to be passed through to customers that meet the IMPA Rider's requirements through the adoption by this Council of a local Economic Development Rider (attached as Exhibit A).

NOW THEREFORE BE IT ORDAINED BY THE TOWN COUNCIL OF ADVANCE:

SECTION 1. The findings and determinations set forth in the preambles to this Ordinance are hereby made findings and determinations of the Council.

SECTION 2. The Economic Development Rider attached hereto as Exhibit A is hereby adopted by the Council, to be effective immediately.

This Ordinance shall be in full force and effect from and after its passage.

18 PASSED AND ADOPTED by the Town Council of the Town of Advance, Indiana, this day of September 2018

TOWN COUNCIL OF THE TOWN OF
ADVANCE, INDIANA

President

Melody Fay

Joe Bone

Attest:

[Signature]

Clerk/Treasurer

ADVANCE MUNICIPAL UTILITY

Economic Development Rider

1. **Availability.** This Rider is available to a Qualifying Customer (as defined herein) to encourage large power users to expand or create new operations within the Utility's service territory.

2. **Qualifications.** A "Qualifying Customer" is a new or existing non-residential customer in the Utility's service territory that is establishing new operations or expanding existing operations such that the new or expanded operations will result in new or additional demand of at least one (1) MW (1000 kW) at one delivery point (the "Qualifying Demand") and the new or expanded operations has involved a capital investment of at least one million dollars (\$1,000,000) within the Utility's service territory.

For a Qualifying Customer that is expanding operations, Qualifying Demand is measured from the average monthly peak demand for the twelve (12) months immediately preceding the effective date of the Service Application. For a Qualifying Customer that is establishing new operations, Qualifying Demand is measured from zero.

A Qualifying Customer is not a customer: (1) with "new" demand that results from a change in ownership of an existing establishment without qualifying new load; (2) renewing service following interruptions such as equipment failure, temporary plant shutdown, strike, economic conditions or natural disaster; or (3) that has shifted its load from one operation or customer to another within the Utility's service territory. The Utility may determine exclusively, without recourse by the customer, whether an event has occurred that would prevent a customer from being a Qualifying Customer.

3. **Rate Incentive.** Beginning with the effective date indicated in the Service Application submitted by the Qualifying Customer, Utility will receive a credit on its wholesale bill for the qualifying new load. The incentive amount received by Utility from the Indiana Municipal Power Agency for such load will be passed in full to Qualifying Customers. For reference purposes, the discount to the Qualifying Customer's wholesale cost for qualifying new load will be calculated according to the following schedule:

Months 1-12	20%
Months 13-24	15%
Months 25-36	10%
Months 37-48	10%
Months 49-60	5%

The Qualifying Customer must meet the minimum Qualifying Demand during each month of the incentive period (*i.e.*, months 1 through 60, as designated above). Failure to meet the minimum Qualifying Demand in a particular month will result in 0% reduction for that month.

Exhibit A

4. **Terms and Conditions.** The Qualifying Customer must submit a Service Application to the Utility specifying: (1) a description of the amount and nature of the new load; (2) the basis on which the Qualifying Customer meets the requirements of this Rider; (3) the Qualifying Customer's desired effective date; and (4) [any other information required by the Utility.]

This Rider will terminate on the same date that IMPA's economic development rider terminates, except that any Qualifying Customer receiving the rate incentive at the time of the Rider's termination may continue receiving the incentive for the remainder of the applicable incentive period (as long as it continues to meet the Rider's requirements).

5. **Applicable Rate Schedules.** This Rider is applicable to the following rate schedules:

ORDINANCE NO. 2017- 01

An Ordinance Amending Section 2-1-1 and Section 2-1-2 of the Advance Municipal Code Pertaining to Rates and Charges for Electric Service for Customers of the Advance Municipal Electric Utility of the Town of Advance, Indiana.

WHEREAS, the Town of Advance, Boone County, Indiana (the "Town") previously adopted and codified in the Advance Municipal Code Section 2-1-1 and Section 2-1-2 certain rates and charges for electric service for customers of the Advance Municipal Electric Utility and now wishes to modify the same rates and charges.

NOW, THEREFORE, BE IT ORDAINED, ORDERED, RESOLVED AND ESTABLISHED by the Town Council of the Town of Advance, Boone County, Indiana, as follows:

SECTION 1. Section 2-1-1 of the Advance Municipal Code is hereby amended to read as follows:

Subject to minimum monthly charges as hereinafter stipulated and rate adjustments as provided by Section 3 and Section 4 of this chapter, rates and charges for services rendered by the electric utility of the Town of Advance shall be as follows for each designated class of user:

CUSTOMER CLASS	MONTHLY USAGE	RATE	MINIMUM CHARGE
Residential	First 30 kwh	\$0.20747 per kwh	\$1.06/month
(inside and outside corporate boundaries)	Next 30 kwh	\$0.16539 per kwh	
	Next 140 kwh	\$0.13019 per kwh	
	Next 800 kwh	\$0.11896 per kwh	
	Over 1,000 kwh	\$0.11612 per kwh	
Commercial	First 30 kwh	\$0.20747 per kwh	\$1.06/month
(inside and outside corporate boundaries)	Next 70 kwh	\$0.16539 per kwh	
	Next 400 kwh	\$0.15133 per kwh	
	Next 500 kwh	\$0.13727 per kwh	
	Next 1,500 kwh	\$0.13019 per kwh	
	Next 2,500 kwh	\$0.12321 per kwh	
	Over 5,000 kwh	\$0.11612 per kwh	
Residential with Space Heating	First 600 kwh	\$73.06 per month	\$73.06/month
	Over 600 kwh	\$0.11612 per kwh	
General Power	First 50 kwh	\$0.17934 per kwh	\$1.41/month
	Next 100 kwh	\$0.16539 per kwh	