

**RESOLUTION NO. 2023-03-01**

**PAROWAN CITY RESOLUTION ESTABLISHING A GENERAL SCHEDULE OF THE FEES CHARGED BY THE CITY FOR ELECTRICAL SERVICES**

**WHEREAS**, local municipalities are experiencing tremendous spikes in wholesale power costs due to multiple factors throughout the Western United States which is outside the control of Parowan City; and

**WHEREAS**, as wholesale power costs become more volatile, and marketing prices have risen drastically, it becomes difficult to make the necessary adjustments to retail rates to compensate for these wholesale fluctuations; and

**WHEREAS**, the Mayor and City Council of Parowan City find and declare that it is desirable and in the public interest to pass a Resolution for the purpose of establishing and setting forth a general schedule of the electrical fees in accordance with an adjustment clause charged by Parowan City to match the necessary fluctuations in power costs;

**WHEREAS**, the Power Cost Adjustment (PCA) is applicable to all rate schedules for Parowan City's electrical fee schedule and shall be increased or decreased as a charge or credit to reflect variations in power supply costs;

**WHEREAS**, the PCA shall be applied as a rolling six (6) month average, which shall be the sum of purchased power supply costs based on actual data from the most recent available six-month period preceding the start of the billing month to which the adjustment is to be applied, less an average retail power supply base cost, which has been incorporated into the retail base rate schedule;

**WHEREAS**, the PCA shall be calculated, adjusted, and implemented monthly based on the six-month rolling calculation. Components of the adjustment are hereby adopted for all utility bills issued on and after April, 2023, and are calculated as follows:

PCA CALCULATION  $PCA = (((6\text{-month power supply costs } \$ / 6\text{-month kWh units purchased})_{[1]} / 1\text{- loss adjustment})_{[2]} - \text{Base PCA } \$)_{[3]}$

$$\frac{(((6\text{-month P/S Cost } \$ / 6\text{-month P/S units}) - \text{Base PCA } \$)}{1\text{- loss adjustment}}$$

**DEFINITION OF TERMS**

[1] Power supply costs: The power supply cost increment per kWh shall include all costs incurred in the procurement of adequate power supply, transmission of power supply, and adjustments required to reconcile previous over/under PCA collections.

[2] Loss Adjustment: Adjustment for losses incurred through distribution system to retail sales units.

[3] Base PCA: \$ / retail kWh

**NOW THEREFORE, THAT THE CITY COUNCIL OF PAROWAN CITY RESOLVES AS FOLLOWS:**

Section 1. The following Resolution is hereby enacted, entitled “General Electrical Fee Schedule.”

**GENERAL ELECTRICAL FEE SCHEDULE**


General Electrical Fee Schedule Established. The fee schedule for all electrical rates is attached hereto as **Exhibit “A”** and is hereby adopted and enacted as of the effective date on this Resolution:

Section 2. All fees and charges not listed in this Resolution which are contained in or promulgated pursuant to any current resolutions shall remain in full force and effect, unless and until duly modified.

Section 3. All fees and charges contained in any current resolutions inconsistent herewith, are hereby repealed to the extent of the inconsistency, but in all other respects such resolutions shall remain in full force and effect.

Section 4. This Resolution is to be construed to be consistent with any and all State, County and Federal laws and regulations concerning the subject matter hereof. If any section, sentence, clause or phrase of this Resolution is held invalid by any court of competent jurisdiction, then said ruling shall not affect the validity of the remaining portions.

BE IT FURTHER ENACTED AND RESOLVED THAT THIS RESOLUTION SHALL TAKE EFFECT IMMEDIATELY UPON EXECUTION HEREOF.

  
Mollie Halterman, Mayor      MARCH 23, 2003

City Council Vote on Next Page

VOTE:	AYE	NAY	ABSTAIN	ABSENT
Councilmember David Burton	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Councilmember Sharon Downey	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Councilmember Matthew Gale	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Councilmember James W. Shurtleff	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Councilmember Rochell Topham	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

ATTEST:

*Callie Bassett* March 23, 2023  
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 Callie Bassett, CMC  
 City Recorder



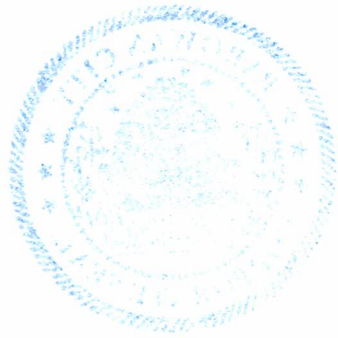


EXHIBIT A

POWER RATES

**Summary**

<b>Category</b>	<b>Fee Type</b>	<b>Description</b>	<b>Fee</b>	<b>Additional Conditions</b>
Residential Electric	Monthly Charges	Customer Service Charge	\$17.92	This rate is subject to a monthly Power Cost Adjustment (PCA)
Residential Electric	Monthly Charges	Energy Charge	\$0.093693/KWH	
Commercial Electric	Monthly Charges	Customer Service Charge	\$17.92	This rate is subject to a monthly Power Cost Adjustment (PCA)
Commercial Electric	Monthly Charges	Energy Charge	\$0.104284 per KWH	
Commercial Electric	Monthly Charges	Demand Charge	\$3.59 per KW	