

**PETERSBURG BOROUGH
ORDINANCE #2017-04**

**AN ORDINANCE AMENDING PETERSBURG MUNICIPAL CODE SECTION 14.16,
ELECTRICITY, TO ADD A MUNICIPAL POWER RATE FOR CERTAIN MUNICIPAL
BUILDINGS OF THE PETERSBURG BOROUGH AS DESIGNATED AND APPROVED BY
THE BOROUGH ASSEMBLY**

WHEREAS, the Petersburg School District and Petersburg Medical Center requested the Assembly consider adopting a municipal power rate for use at both facilities to offset reductions in state and federal funding, and to use the rate savings for capital improvements and energy efficiency upgrades.

THEREFORE THE PETERSBURG BOROUGH ORDAINS as follows:

Section 1. Classification: This ordinance is of a permanent nature and shall be codified in the Petersburg Borough Code.

Section 2. Purpose: The purpose of this ordinance is to add Section 14.16.717 Rates – Municipal Building, to the Borough Code to provide a designated power rate for certain municipal buildings of the Petersburg Borough, as designated and approved by the Assembly.

Section 3. Substantive Provisions: Section 14.16.717 of the Petersburg Borough Municipal Code Chapter 14.16, Electricity, shall be added to read as follows:

Chapter 14.16 ELECTRICITY

Section:

14.16.717 Rates – Municipal School Buildings

A. *Applicability.* The rates of this section apply only to the following municipal buildings, including Petersburg Borough school and medical center buildings of the Petersburg Borough who receive a large commercial rate: 1) the Aquatic Center Boiler Room, 2) the Aquatic Center, 3) the High School/Middle School/High School Gym, and 4) the Elementary School.

B. *Character of service.* The service voltage shall be three-phase, 60 hertz. The utility reserves the right to specify the voltage supplied under this service.

C. *Monthly rate.* The energy charge shall be 8.0 cents/kwh. There are no demand or power factor penalty charges. In addition to the energy charge, there is a monthly customer charge of \$25 and the fuel and purchased power adjustment charge described in Section 14.15.720 will apply.

~~D. *Special provisions.*~~

- ~~1. Except as set out in paragraph 2 below or as otherwise designated by the Assembly at the time of approval, continuation of such rate shall be on an annual basis, approved by the Assembly as part of the budgeting process.~~
- ~~2. This rate may be discontinued or curtailed by the Borough Assembly, in whole or in part, upon thirty (30) days notice to the account holder in the event that the utility is forced to augment hydro generation with diesel generation. Should this occur, the account, at the option of the account holder, will be either switched to another applicable service class rate, including the fuel and purchased power adjustment charge, or the service will be discontinued.~~

Section 4. Severability: If any provision of this ordinance or any application to any person or circumstance is held invalid, the remainder of this ordinance and the application of other persons or circumstances shall not be affected.

Section 5. Effective Date: This Ordinance shall become effective immediately upon final passage.

Passed and approved by the Petersburg Borough Assembly, Petersburg, Alaska this 1st day of May, 2017.

Attest:

Mark Jensen, Mayor

Debra K. Thompson, Borough Clerk

Adopted:
Published:
Effective: