

July 2018

Valued Milford Municipal Utilities Electric Customers,

In 2015 MMU contracted with an Electrical Engineering Firm to perform a Cost of Service and Rate Study. At that time, we increased rates approximately 3% and reallocated rates between our rate classes so that each class was paying their share of the costs to supply them with power. The Engineer also recommended a 4% annual increase over the next several years, however MMU has not made any changes to the electric rates since 2015.

Each year the Milford Municipal Utilities Board of Trustees reviews the budget, cash flow and cash reserves to determine whether a rate adjustment is needed. A Cash Reserve Policy has been established so that MMU remains fiscally healthy. This policy allows us to cash flow expenses (you use and we pay for power almost 60 days before we bill you and your bills are due) and to allow for funds to replace aging infrastructure and equipment as it is needed. The Board approved a 3% electrical rate increase at their meeting on Monday, July 9, 2018. This increase will only apply to kWh (usage) and kW (demand for large customers). There will not be an increase to the Customer Charge. For a Residential customer using 830 kWh per month, this would be an increase of \$2.30 per month.

Below is a condensed version of the rate resolution approved by the Board. A full version of this resolution was published in the July 18, 2018 Dickinson County News, is available upon request in the MMU Office during regular business hours and on our website at [www.milford.ia.us](http://www.milford.ia.us).

### RESOLUTION NO. 07-18

A RESOLUTION ADOPTING NEW ELECTRIC UTILITY RATES APPLICABLE TO CUSTOMERS OF MILFORD MUNICIPAL UTILITIES.

BE IT ORDAINED BY THE BOARD OF TRUSTEES OF MILFORD MUNICIPAL UTILITIES:

Section 1. Electricity rates, charges, riders and special provisions specified below are hereby adopted and will become effective as of the indicated dates:

RESIDENTIAL RATES/MONTH	CURRENT RATES	NEW RATES
Customer Charge	20.00	20.00
Plus Energy Charge		
First 1000 kWh	.0930	.0958
Next 6000 kWh	.0700	.0721
Over 7000 kWh	.0600	.0618

  

SMALL COMMERCIAL RATES/MONTH	CURRENT RATES	NEW RATES
Customer Charge	50.00	50.00
Plus Energy Charge		
First 3000 kWh	.0910	.0937
Over 3000 kWh	.0750	.0773

RESIDENTIAL RATES/MONTH	CURRENT RATES	NEW RATES
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TOWN LIGHTING RATES/MONTH	CURRENT RATES	NEW RATES
Energy Charge All KWH @	.0950	.0979

APPLICABLE TO: The City of Milford for the purpose of street lighting.  
POWER COST ADJUSTMENT: See Rider No 5

GENERAL DEMAND RATES/MONTH	CURRENT RATES	NEW RATES
Customer Charge	200.00	200.00
Plus Energy Charge All kWh	.0400	.0412
Plus Demand Charge All kW	12.50	12.88

SECURITY LIGHTS RATES/MONTH	CURRENT RATES	NEW RATES
High Pressure Sodium		
150 Watt	7.73	7.88
400 HPS	13.90	14.18
LED 200 Flood		32.85
LED 30 Watt Flood	7.82	5.44
LED 78 Watt Flood	13.24	16.00
Led 70 Watt Area	5.38	5.20

OTHER RATES AND CHARGES	CURRENT RATES	NEW RATES
Interest on Customer Deposits	0%	0%
Temporary Disconnection/Reconnection	\$50.00	\$50.00
Service Calls	\$50.00	\$50.00
Returned Check Charge	\$25.00	\$25.00
Service Reconnection Fee (Non-Payment of Bill)	\$50.00	\$50.00

Section 2. Repealer Clause. All resolutions or parts of resolutions in conflict with the provisions of this resolution are hereby repealed insofar as the conflicting portions thereof are concerned.

Section 3. Severability Clause. If any section, provision or part of this resolution shall be adjudged invalid or unconstitutional, such adjudication shall not affect the validity of the resolution as a whole or any section, provision or part thereof not adjudged invalid or unconstitutional.

Section 4. Effective Date. This resolution shall be effective from and after its passage and publication as provided by law. The new rates set forth herein shall be effective beginning on the first day of the billing cycle which begins in August 2018.

Section 5. Publication. This resolution shall be published in full.

  
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Keith Wurtz, Chairman