
THE CITY OF ROCHELLE
Ogle County, Illinois

RESOLUTION
NO. _____

RESOLUTION UPDATING RIDER 1 – POWER COST ADJUSTMENT CLAUSE
(“PCA”) FOR ELETRIC UTILITY SERVICES

CHET OLSON, Mayor
SUE MESSER, City Clerk
TOM MCDERMOTT
BIL HAYES
DON BURKE
JOHN BEARROWS
DAN MCDERMOTT
KATE SHAW-DICKEY
City Council

Published in pamphlet form by authority of the Mayor and City Council of the City of Rochelle
Peterson, Johnson, and Murray Chicago, LLC, City Attorneys
200 W. Adams, Suite 2125 Chicago, IL 60606

RESOLUTION NO: _____

Date Passed: December 10, 2018

**RESOLUTION UPDATING RIDER 1 – POWER COST ADJUSTMENT CLAUSE
 (“PCA”) FOR ELETRIC UTILITY SERVICES**

WHEREAS, the City of Rochelle is a body politic and corporate, organized and existing pursuant to the Illinois Municipal Code, 65 ILCS 511-1, et seq.; and

WHEREAS, the City provides utility services including electric, water, sewer, wastewater treatment, and advanced communications to the greater Rochelle community through the Utility Department, which is commonly referred to as Rochelle Municipal Utilities (RMU); and

WHEREAS, Section 98-4 of the Rochelle Municipal Code provides that charges and rates for utility services provided by the utility department, including electric, shall be established and modified from time to time by City Council resolution; and

WHEREAS, RMU has reviewed the current PCA Rider and has determined that it is in the best interest of the RMU and its customers to amend the Rider in order to stabilize rates; and

WHEREAS, the City Council finds that a modification to Rider 1-Power Cost Adjustment Clause (“PCA”) in the electric rates is appropriate and in accordance with the determinations of the Rochelle Municipal Utilities’ analysis and will ensure that the Electric Division can meet its obligations, as well as provide an efficient rate structure for economic use of energy, a, effective January 1, 2019 attached hereto as Exhibit A; and

**NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF
 ROCHELLE, ILLINOIS** as follows:

SECTION ONE. The foregoing Recitals are not mere preparatory language, but are hereby incorporated in this Section 1 as if said Recitals were fully set forth.

SECTION TWO. The Rochelle Municipal Utilities, City of Rochelle Rider 1-Power Cost Adjustment Clause (“PCA”) attached hereto as Exhibit A and made a part hereof are hereby approved, effective January 1, 2019.

The City Manager is authorized to set the PCA as identified in Rider 1 referenced in the above paragraph.

SECTION THREE: All prior Ordinances, Resolutions and Personnel Policies in conflict or inconsistent herewith are hereby expressly repealed but only to the extent of such conflict or inconsistency.

SECTION FOUR: This Resolution shall be in full force and effect from and after its passage, approval and publication in pamphlet form as provided by law.

PASSED AND APPROVED this 10th day of December, 2018.

ATTEST:

City Clerk

Mayor

EXHIBIT A

ELECTRICITY

Rochelle Municipal Utilities
City of Rochelle
Electric Rates

Effective Date – December 10, 2018

Rider 1 - Power Cost Adjustment Clause

For the purpose of helping to stabilize rates, the energy charges to electric customers taking service under a rate where the rider applies shall be subject to a positive or negative power cost adjustment charge for each \$.0001 or major fraction thereof by which the average cost of power per kWh purchased is greater or lesser than the base cost of power purchased and generated for the system during the preceding 12 months.

The base cost of power purchased and generated is 6.53 cents (\$.0653) per kWh. PCA adjustments shall be made at the discretion of the City Manager and shall be no greater than 2 cents on both the high end and low end.

For purposes of this calculation, average power costs shall be determined as follows:

Line No.

1.	Previous Twelve Months Purchased Capacity and Energy Costs	=	A
2.	Previous Twelve Months Transmission Costs	=	B
3.	Previous Twelve Months Ancillary Services and Congestion Related Charges (Reduced by received proceeds from Energy Credits and Methane Gas Royalty)	=	C
4.	Previous Twelve Months Power Supply Agent Costs	=	D
5.	Previous Twelve Months Delivered Fuel Costs for RMU Generation	=	E
6.	Total Power Costs for Previous Twelve Months:	A+B+C+D+E (Lines 1+2+3+4+5)	
7.	KWhs Purchased and Generated in Previous Twelve Months:		
8.	Purchased from suppliers =		kWh
9.	Generated from RMU Units =		kWh
10.	Total kWhs Purchased and Generated in Previous Twelve Months = (Sum of Lines 8+9)		
11.	Mean Unit Power Cost		(Line 6/Line 10)
12.	Apply Loss Factor of 1.06 =		(Line 11x 1.06) (Round to 4 decimal places)
13.	Base Power Cost =		\$.0653
14.	Power Cost Adjustment Factor =		(Line 12-Line 13)

STATE OF ILLINOIS)
)
COUNTY OF OGLE) SS.

CERTIFICATE

I, _____, City Clerk of the City of Rochelle, County of Ogle and State of Illinois, DO HEREBY CERTIFY that the foregoing is a true and correct copy of Resolution No. _____, “RESOLUTION UPDATING RIDER 1 – POWER COST ADJUSTMENT CLAUSE (“PCA”) FOR ELETRIC UTILITY SERVICES” which was adopted by the Mayor and City Council of the City of Rochelle on December 10, 2018.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the corporate seal of the City of Rochelle this 10th day of December, 2018.