

The Utility Board for the Town of Fredonia is proposing the following increases for the residential and non-demand commercial base rates and kilowatt hour rates for all customers within the boundaries of the Town's Power Company. The motion for the increase was made in January 2018. The increase will be 25% effective as soon as possible, with a minimum of 5% increase each year for the next 5 years.

Please refer to Town Code 50.02(3) and 50.45 for the Board's authority to propose this increase.

With this proposed increase, the estimated additional revenue for the next 12 months will be between \$11,000 and \$14,000. This increased revenue will be used to cover the rising cost of the power the Town purchases to provide its customers. It will also be used to allow for repair and maintenance of power lines and equipment.

Recommendation for power rate increase for residential and non-demand commercial

Power	Current rate	25% increase	2019 5%	2020 5%	2021 5%	2022 5%	2023 5%
base rate residential	7.50	9.375	9.844	10.336	10.853	11.395	11.965
first 200 kWh	0.06	0.076	0.080	0.084	0.088	0.093	0.097
next 500 kWh	0.06	0.069	0.072	0.076	0.080	0.084	0.088
over 700 kWh	0.05	0.059	0.062	0.065	0.068	0.071	0.075
base rate commercial	12.50	15.625	16.406	17.227	18.088	18.992	19.942
first 1,000 kWh	0.06	0.079	0.083	0.087	0.091	0.096	0.101
next 10,000 kWh	0.06	0.073	0.076	0.080	0.084	0.088	0.093
Over 11,000 kWh	0.05	0.059	0.062	0.065	0.068	0.071	0.075

Garkane current rates

base rate residential	22.00
energy charge, per kWh	0.0718
base rate * general service	25.00