

**CITY OF FARIBAULT
ORDINANCE No. 2018-xx**

THE CITY OF FARIBAULT ORDAINS:

Section 1. The City Code of Ordinances, Appendix A, ARTICLE II, DIVISION 1. – CITY ELECTRICITY, Section 8.2 shall be amended by the addition of the underlined language and the deletion of the ~~stricken~~ language as follows:

8.2. Franchise fee amount. Commencing with the companies' January 1, 2006, billing cycles, a franchise fee is hereby imposed on the companies as herein provided. The franchise fee shall be in addition to, not in lieu of, any other fees, payments or amounts owed to the city by the companies including right-of-way permit fees.

This ordinance establishes a monthly per meter fee. If a premises has two (2) or more meters being billed at different rates, the companies may have an account for each rate classification, which will result in more than one (1) franchise fee assessment for electric service to that premises.

The city council may annually adjust the fees in Exhibit A. The fee amounts for 2020 shall remain in effect for subsequent years until such time as they would be changed by the city council.

FEE SCHEDULE

Class	<u>2019</u> Fee Per Meter	<u>2020</u> Fee Per Meter
Residential	\$1.35 <u>1.48</u>	<u>\$1.63</u>
Sm C & I—Nondemand	\$1.60 <u>1.76</u>	<u>\$1.94</u>
Sm C & I—Demand	\$32.00 <u>35.20</u>	<u>\$38.72</u>
Large C & I	\$280.00 <u>308.00</u>	<u>\$338.80</u>
Franchise fees are to be collected in the amounts set forth above and remitted to the city on a quarterly basis as follows:		
January—March	Collections due by April 30	
April—June	Collections due by July 31	
July—September	Collections due by October 31	
October—December	Collections due by January 31	

Section 2. The City Code of Ordinances, Appendix A, ARTICLE II, DIVISION 1A. – CITY ELECTRICITY, Section 8.2 shall be amended by the addition of the underlined language and the deletion of the ~~stricken~~ language as follows:

8.2. Franchise fee amount. Commencing with the companies' January 1, 2006, billing cycles, a franchise fee is hereby imposed on the companies as herein provided. The franchise fee shall be in addition to, not in lieu of, any other fees, payments or amounts owed to the city by the companies including right-of-way permit fees.

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The city council may annually adjust the fees in Exhibit A. [The fee amounts for 2020 shall remain in effect for subsequent years until such time as they would be changed by the city council.](#)

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April—June	Collections due by July 31	
July—September	Collections due by October 31	
October—December	Collections due by January 31	

Section 3. The City Code of Ordinances, Appendix A, ARTICLE II, DIVISION 2. – GAS, Section 8.2 shall be amended by the addition of the [underlined](#) language and the deletion of the ~~stricken~~ language as follows:

8.2. *Franchise fee amount.* Commencing with the company's January 1, 2006, billing cycles, a franchise fee is hereby imposed on the company as herein provided. The franchise fee shall be in addition to, not in lieu of, any other fees, payments or amounts owed to the city by the company including right-of-way permit fees.

This ordinance establishes a monthly per meter fee. If a premises has two (2) or more meters being billed at different rates, the companies may have an account for each rate classification, which will result in more than one (1) franchise fee assessment for electric service to that premises.

The city council may annually adjust the fees in Exhibit A. [The fee amounts for 2020 shall remain in effect for subsequent years until such time as they would be changed by the city council.](#)

FEE SCHEDULE

Class	2019 Fee Per Meter	2020 Fee Per Meter
Residential	\$1.62 1.78	\$1.96
Commercial firm—Nondemand	\$3.78 4.16	\$4.57
Commercial—Demand	\$32.40 35.64	\$39.20
Small interruptible	\$91.80 100.98	\$111.08
Medium and large interruptible	\$270.00 297.00	\$326.70
Franchise fees are to be collected in the amounts set forth above and remitted to the city on a quarterly basis as follows:		
January—March	Collections due by April 30	
April—June	Collections due by July 31	
July—September	Collections due by October 31	
October—December	Collections due by January 31	

Section 4. This ordinance amendment shall take effect and be in force after its passage and publication in accordance with Section 3.05 of the City Charter.

First Reading:

Second Reading:

Publication Date:

Faribault City Council

Kevin F. Voracek, Mayor

ATTEST:

Timothy C. Murray, City Administrator