

## ORDINANCE NO. 2022-01

### **An Ordinance establishing revised rates and charges for use of and services rendered by the Municipal Gas Utility of the City of Linton, Indiana.**

(Amending Ordinance No. 2017-1)

**WHEREAS**, the Common Council (the “Council”) of the City of Linton, Indiana (the “City”), now finds that the existing rates and charges of the municipal gas utility should be amended in order to reflect the repeal of the utility receipts tax pursuant to HEA1002-2022 by the Indiana general assembly; and,

**WHEREAS**, pursuant to the recommendations of the City’s rate consultant and financial advisor, O. W. Krohn & Associates, LLP – Certified Public Accountants, the City desires to reduce its existing rates by 1.39% across the board in order to reflect the repeal of the utility receipts tax.

**NOW, THEREFORE: BE IT ORDAINED BY THE COMMON COUNCIL OF THE CITY OF LINTON, INDIANA:**

**Section 1.** That there shall be and there are hereby established for the use of and the service rendered by the municipal gas system of the City of Linton the following rates and charges, based on the use of gas supplied by said municipal gas utility:

	<u>In City</u>	<u>Outside City</u>
<b>Residential and Small Commercial (Schedule A):</b>	<u>Monthly Amount</u>	
Monthly service charge	\$8.87	\$ 10.17
Monthly metered gas usage:	<u>Rate per MCF*</u>	
First 1,000 cubic feet	\$10.16	\$ 11.63
Over 1,000 cubic feet	\$ 9.78	\$ 11.20
<b>Commercial – medium (Schedule B):</b>		
(over 1,000 MCF and less than 5,000 MCF per year)	<u>Monthly Amount</u>	
Monthly service charge	\$29.58	\$ 33.87
	<u>Rate per MCF*</u>	
Monthly metered gas usage (all usage)	\$ 9.13	\$ 10.45
<b>Commercial – large (Schedule C):</b>		
(over 5,000 MCF per year)	<u>Monthly Amount</u>	
Monthly service charge	\$123.26	\$141.14

		<u>Rate per MCF*</u>
Monthly metered gas usage (all usage)	\$ 8.85	\$ 10.13

**High Volume/Off Peak User (Schedule D):**

		<u>Monthly Amount</u>
Monthly service charge	\$369.79	\$423.41
		<u>Rate per MCF*</u>
Monthly metered gas usage (all usage)	\$ 8.95	\$ 10.26

**\*Wholesale Gas Cost Adjustment Tracking Factor (GCA):** The metered rates and charges shall be subject to a wholesale gas cost adjustment (GCA) tracking factor occasioned solely by changes in the cost of purchasing gas for resale from the City's wholesale gas providers.

**The base wholesale cost of gas amounts to \$4.00 per MCF.** The GCA tracking factor shall be amended from time to time whenever the City's wholesale gas providers amend their respective wholesale rate to the City. The GCA will be based upon the total increase in the delivered cost of purchased gas, adjusted for the cost of gas line losses. **See Appendix A for GCA rate index.**

**Section 2.** The City's meter setting charge for construction and connection to the Municipal Gas Utility shall remain in the amount of the actual cost of installation or \$400.00, whichever is greater.

**Section 3.** Following the adoption of the proposed ordinance, users located outside the Linton corporate boundaries may be entitled to petition the Indiana Utility Regulatory Commission under section 8.3 of IC 8-1.5-3-8.1 to review and adjust rates and charges imposed on the users if a petition under section 8.2 of IC 8-1.5-3-8.1 or under IC 36-9-23-26.1 with respect to the same ordinance has not been filed.

**Section 4.** All ordinances and parts of ordinance in conflict herewith are hereby repealed.

**Section 5.** This ordinance shall be in full force and effect beginning with the July, 2022 bill due and payable in August, 2022.

[The remainder of this page intentionally is left blank.]

**PASSED** by the Common Council of the City of Linton, Indiana, this 13<sup>th</sup> day of JUNE, 2022, by a vote of 4 AYES AND 0 NAYS.

**COMMON COUNCIL FOR THE CITY OF LINTON**

**AYE**

**NAY**

\_\_\_\_\_  
Tony Richards

\_\_\_\_\_  
*Linda Bedwell*  
Linda Bedwell

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Jerry Ellett

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*Jerry Ellett*  
Jerry Ellett

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Jeff Sparks

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*Jeff Sparks*  
Jeff Sparks

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Les Newman

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*Les Newman*  
Les Newman

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Tony Richards

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Linda Bedwell

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Jerry Ellett

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Jeff Sparks

\_\_\_\_\_  
Les Newman

ATTEST:

\_\_\_\_\_  
*John A. Wilkes*  
John A. Wilkes, as Presiding Officer

**APPROVED** by me, the Mayor of the City of Linton, Indiana, this 13<sup>th</sup> day of JUNE, 2022, at 6:00 p.m.

\_\_\_\_\_  
*John A. Wilkes*  
John A. Wilkes, as Mayor

ATTEST:

\_\_\_\_\_  
*Claudia Walker*  
Claudia Walker, as Clerk-Treasurer

## APPENDIX A – GCA RATE INDEX

### GAS COST ADJUSTMENT (GCA) TRACKING FACTOR:

THE GAS COST ADJUSTMENT OR THE FOLLOWING RATES SHALL BE ON THE BASIS OF A RATE TRACKING FACTOR FOR GCA COSTS, OCCASIONED SOLELY BY CHANGES IN THE COST OF PURCHASED GAS.

BASE RATE COST		<u>AVERAGE COST OF GAS</u>	<u>PROPOSED URT ADJ. GCA FACTOR</u>
COST OF GAS UP TO:		\$	\$
		4.00	-
\$ 4.01	TO	4.25	0.2500
4.26	TO	4.50	0.5000
4.51	TO	4.75	0.7500
4.76	TO	5.00	1.0000
5.01	TO	5.25	1.2500
5.26	TO	5.50	1.5000
5.51	TO	5.75	1.7500
5.76	TO	6.00	2.0000
6.01	TO	6.25	2.2500
6.25	TO	6.50	2.5000
6.51	TO	6.75	2.7500
6.76	TO	7.00	3.0000
7.01	TO	7.25	3.2500
7.26	TO	7.50	3.5000
7.51	TO	7.75	3.7500
7.76	TO	8.00	4.0000
8.01	TO	8.25	4.2500
8.26	TO	8.50	4.5000
8.51	TO	8.75	4.7500
8.76	TO	9.00	5.0000
9.01	TO	9.25	5.2500
9.26	TO	9.50	5.5000
9.51	TO	9.75	5.7500
9.76	TO	10.00	6.0000
10.01	TO	10.25	6.2500
10.26	TO	10.50	6.5000
10.51	TO	10.75	6.7500
10.76	TO	11.00	7.0000