



Memo

Finance Administration

TO: Mayor and City Council
FROM: *Duane*
Duane Pitcher, Finance Director
DATE: March 21, 2008
SUBJECT: Discussion of Electric Rates

Attached is a PowerPoint presentation for discussion of electric rates for the March 25, 2008 City Council meeting. The FY 2008/09 Adopted Budget includes an 8% increase in electric rates and an increase in the Energy Cost Adjustment (ECA) for emissions allowances that are expected to increase the energy portion of the rate structure by an additional 5%. Sample rates in the presentation provide samples of the overall impact of the increase in electric rates and changes in the water rate structure.

The information is presented for Council discussion. To implement the rates as planned in the budget, the first reading of the ordinance must be approved at the second meeting in April.