

Town of Highlands
Discussion of Proposed Electric Rate Increases for FY12
Highlands Community Building
May 18, 2011
4:00 PM

Present: Mayor David Wilkes, Commissioner Larry Rogers, Commissioner Dennis DeWolf, Commissioner Gary Drake, and Commissioner Amy Patterson. Vice Mayor John Dotson was not present.

Staff Present: Town Manager Jim Fatland, Town Engineer/Public Works Director Lamar Nix, and Electric Department Supervisor Craig McCall

Others Present: Kevin O'Donnell, Nova Energy Consultant

Call to Order

Mayor David Wilkes called the worksession to order at 4:00pm

Opening Comments

Mayor Wilkes asked Town Manager Jim Fatland to begin the discussion on the proposed FY2011-2012 Electric Rate Increases. Fatland introduced Kevin O'Donnell and asked him to discuss the impact of the Duke wholesale rate increases. Mr. O'Donnell presented the Board of Commissioners with a financial worksheet showing suggested increases of 12%, 10% and 6%. A copy of the worksheet is included as part of the minutes.

Town of Highlands

Rate Change Scenarios
FY 2011-2012

Customer Class		Cust. Chg.	Rev. from	% kWh	Total
Residential	Commercial	Rev. Inc.	kWh Inc.	Increase	Req. Rev.
27,647	5,244				
\$5	\$5	\$164,455	\$306,260	9.4%	\$470,715
\$10	\$10	\$328,910	\$141,805	4.3%	\$470,715
\$10	\$5	\$302,690	\$168,025	5.1%	\$470,715
\$5	\$10	\$190,675	\$280,040	8.6%	\$470,715

The matter was referred to the finance committee for further review.

Adjourn

The mayor called for a motion to adjourn. Motion was made to adjourn the work session. The meeting was adjourned at 5:06 pm.

Approved:

David Wilkes, Mayor

Attest:

Jim Fatland, Town Manager

Prepared By:

Rebecca R. Shuler, Deputy Town Clerk