

IPT with the City of Calhoun

The Electric Department is requesting authorization for the Mayor to sign an Inter-Participant Transaction with the City of Calhoun. It is a requirement that all electric utility entities in the state maintain a 15% reserve capacity level. With MEAG's latest information, we are 473kW shy of maintaining our 15% reserves.

To correct this deficiency, MEAG has coordinated a purchase from the City of Calhoun to make up the difference which would cost \$6/kW or \$2,838.00. Keith has reviewed the documents. The purchase would be broken down into (12) monthly payments and included on our monthly bill from MEAG.