

Councilor Zabinski introduced the following resolution and moved for its adoption:

GRPUC RESOLUTION NO. 08-12-2015-01
CITY OF GRAND RAPIDS RESOLUTION NO. 15 – 57

RESOLUTION TO AMEND RESOLUTION NO. 12-15-09-05 THAT ESTABLISHED THE AGREEMENT BETWEEN THE GRAND RAPIDS PUBLIC UTILITIES COMMISSION AND THE CITY OF GRAND RAPIDS FOR IN LIEU OF TAX PAYMENTS AND UTILITY SUPPLIED SERVICES

WHEREAS, The Grand Rapids Public Utilities Commission, hereinafter referred to as GRPUC, and the City of Grand Rapids, hereinafter referred to as City previously adopted Resolution No. 12-15-09-05 establishing the Agreement between the GRPUC and City for in lieu of tax payments and utilities supplied services, and

WHEREAS, The City annexed certain areas of the Township of Grand Rapids through an orderly annexation process and further desire to provide those constituents in the annexed areas municipal electric utility services where it is reasonably; financially and technically feasible, and

WHEREAS, The Minnesota Public Utilities Commission requires the negotiation of electric service territory acquisition, between electric utilities take into consideration; the depreciated value of the assets being acquired, interconnection associated costs, lost revenue reimbursements and other costs, and

WHEREAS, The City desires to reduce the costs associated with having its Utility acquire the service territory of the annexed areas and further minimize the financial impact on both current and future customers of the Utility;

NOW, THEREFORE, BE IT RESOLVED by the City and Utility that Resolution No. 12-15-09-05 be amended as follows:

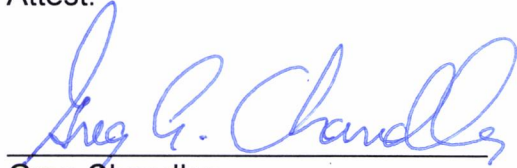
The calculation of the annual PILOT amount shall exclude all kilowatt hours sold in electric service territory acquisitions made after January 1, 2015 for a period of time equivalent to the time basis used in the lost revenue calculation; typically a period of ten (10) years from the date of the electric service territory acquisition.

BE IT FURTHER RESOLVED, That either party to this Amendment may, at any time, request modification of the terms of this Amendment by notification, in writing to the other party. The notified party agrees to meet and confer regarding the requested modification.

BE IT FURTHER RESOLVED, That this Amendment shall become effective and be in full force and effect following agreement to and adoption by the Grand Rapids City Council.

Adopted by the Grand Rapids Public Utilities Commission this ____ day August 2015.

Attest:




Greg Chandler
Secretary



Stephen Welliver
President

Agreed to and adopted this 10th day of August 2015.



Dale C. Adams, Mayor

Attest:



Tom Pagel, City Administrator

Councilor Christy seconded the foregoing resolution and the following voted in favor thereof: Zabinski, Blake, Zeige, Christy, Adams; and the following voted against same: None, whereby the resolution was declared duly passed and adopted.