



FILED 7/5/2023

DOCUMENT NO. 03936-2023

FPSC - COMMISSION CLERK

Jody Lamar Finklea, B.C.S.

General Counsel and Chief Legal Officer

Board Certified City, County and Local Government Lawyer

VIA Electronic Filing

July 5, 2023

Florida Public Service Commission
Adam Teitzman, Commission Clerk
Office of the Commission Clerk
2540 Shumard Oak Boulevard
Tallahassee, FL 32399-0850

Re: Town of Havana, Florida – Revised Tariff Sheets

Dear Mr. Teitzman:

This letter is submitted on behalf of the Town of Havana, Florida pursuant to Rules 25-9.05 through 25-9.071 of the *Florida Administrative Code*.

Electronically filed are the city's following tariff sheets in legislative and final filing formats:

- a. Thirteenth Revised Sheet No. 4.0, *Residential Service Rate Schedule*;
- b. Thirteenth Revised Sheet No. 5.0, *Commercial Services Rate Schedule*;
- c. Eleventh Revised Sheet No. 7.0, *Hot Water Rate Schedule*, and,
- d. Third Revised Sheet No. 8.0, *Purchase Power/Fuel Adjustment Factor*.

Also included are copies of the Town of Havana Utilities' Resolution No. 2023-03R3 and a Town of Havana Agenda Request providing information on the electric rate change. Please contact our office if there are any questions.

Very truly yours,

/s/

Jody Lamar Finklea

General Counsel and Chief Legal Officer

**RESIDENTIAL SERVICE
RATE SCHEDULE – RS**

- AVAILABILITY** Available within the corporate limits of the Town of Havana and adjoining areas as shown on “Description of Territory Served” Sheet No. 3.0.
- APPLICABILITY**..... Applicable for any residential service.
- LIMITATIONS** Subject to all of the rules and regulations of the Town of Havana.
- RATE** ~~\$0.09190~~.1179 per kWh
(Plus or minus any monthly fuel cost adjustment)
- DISTRIBUTION ACCESS.....** \$12.60
CHARGE
- TERMS OF PAYMENT**..... All bills ~~due~~are due when rendered. If not paid by the 10th of the following month after billing date, add \$10.00 late charge. After: ~~15th~~the 15th of the month, services will be suspended without further notice and a service charge of \$20.00 will be assessed.
- BILLING ADJUSTMENTS**..... See adjustments *Purchase Power/Fuel Adjustment Factor* beginning on Sheet No. 8.0.

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**Issued by: Kendrah G. Wilkerson
Town Manager**

Effective: August 1, 2023

**COMMERCIAL SERVICES
RATE SCHEDULE – CS**

AVAILABILITY	Available within the corporate limits of the Town of Havana and adjoining areas as shown on “Description of Territory Served” Sheet No. 3.0.
APPLICABILITY	For lighting and power in non-residential establishments
CHARACTER OF SERVICE ...	Single- or 3-phase, 60 cycles and approximately 120 volts or higher, at Town’s option
LIMITATIONS	Subject to all of the rules and regulations of the Town of Havana.
RATE	\$0.09190 <u>.1179</u> per kWh <u>kWh</u> (Plus or minus any fuel cost adjustment)
DISTRIBUTION ACCESS..... CHARGE	\$12.60
TERMS OF PAYMENT	All bills due <u>are due</u> when rendered. If not paid by the 10th of the following month after billing date, add \$10.00 late charge. After 15th <u>the 15th</u> of the month services will be suspended without further notice and a service charge of \$20.00 will be assessed.
BILLING ADJUSTMENTS	See adjustments <i>Purchase Power/Fuel Adjustment Factor</i> beginning on Sheet No. 8.0.
DEPOSIT	In lieu of the cash deposit required pursuant to Sheet No. 12.0, commercial customers shall have the option of: (i) placing the required deposit amount in a Certificate of Deposit assigned to the the Town; (ii) providing a satisfactory indemnity bond in the required deposit amount to the Town; or (iii) providing a satisfactory irrevocable bank letter of credit in the required deposit amount to the Town.

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**Issued by: Kendrah G. Wilkerson
Town Manager**

Effective: August 1, 2023

**HOT WATER
RATE SCHEDULE – HW**

AVAILABILITY	Available within the corporate limits of the Town of Havana and adjoining areas as shown on “Description of Territory Served: Sheet No. 3.0 if existing service is active. NO NEW SEPARATE SERVICES WILL BE MADE. ALL POWER WILL BE METERED THROUGH MAIN SERVICE.
APPLICABILITY	To water heating in storage type tanks.
CHARACTER OF SERVICE	Single- phase , voltage at option of Town.
LIMITATIONS	Subject to all of the rules and regulations of the Town of Havana.
RATE	Flat rate per KWh <u>Wh</u> - \$0.09190 <u>.1179</u>
MINIMUM CHARGE	None
TERMS OF PAYMENT	All bills due <u>are due</u> when rendered. If not paid by the 10th of the following month after billing date, add \$10.00 late charge. After 15th <u>the 15th</u> of the month, services will be suspended without further notice and a service charge of \$20.00 will be assessed.
BILLING ADJUSTMENTS	See adjustments <i>Purchase Power/Fuel Adjustment Factor</i> beginning on Sheet No. 8.0.

Issued by: ~~Kimberly J. McMillan~~Kendrah G. Wilkerson
Effective: ~~September 1, 2022~~August 1, 2023
Town ~~Clerk~~Manager

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CHARACTER OF SERVICE	Single-phase, voltage at option of Town.
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RATE	Flat rate per kWh - \$0.1179
MINIMUM CHARGE	None
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BILLING ADJUSTMENTS	See adjustments <i>Purchase Power/Fuel Adjustment Factor</i> beginning on Sheet No. 8.0.

Issued by: **Kendrah G. Wilkerson**
Town Manager

Effective: August 1, 2023

PURCHASE POWER/FUEL ADJUSTMENT FACTOR

APPLICABILITY To be added or subtracted monthly from the rate per kWh of each filed Rate schedule.

CALCULATION The energy charge for all energy delivered to customers of the Town of Havana Electric system includes a Bulk Power Cost Base of ~~\$0.05400~~**0.080** per kWh in the base rate.

$$\frac{\text{BPC} \pm \text{BPCT} \pm \text{RSFA}}{(\text{kWh Purchased and Delivered}) \times (1 - \text{p.u. Line Loss})} - \text{BPCB} = \text{BPCA}$$

*Delivered from source

DEFINITIONS

BULK POWER COST (BPC)

Those costs related to the purchase of wholesale power.

BULK POWER COST BASE (BPCB)

The power related cost that is embedded within the base rate, stated in cost per kilowatt-hour.

BULK POWER COST ADJUSTMENT (BPCA)

The difference between the adjusted bulk power unit cost and the bulk power cost base, stated in cost kilowatt-hour, as determined by calculation.

BULK POWER COST TRUE-UP (BPCT)

The difference between the bulk power cost actually incurred and the bulk power cost recovered through the bulk power cost base and the bulk power cost adjustment.

RATE STABILIZATION FUND ADJUSTMENT (RSFA)

All extraordinary power cost adjustments, other than routine wholesale true-ups, will be deposited into or withdrawn from a Rate Stabilization Fund to be used at the Town’s discretion to offset sudden and temporary changes in the cost of power or for other lawful purposes. Inclusion of a RSFA in the monthly BPCA calculation is intended to limit fluctuations in the BPCA.

Issued by: ~~Susan Freiden~~**Kendrah G. Wilkerson**
Effective: ~~January 30, 2001~~**August 1, 2023**
Town Manager

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$$\frac{\text{BPC} \pm \text{BPCT} \pm \text{RSFA}}{(\text{kWh Purchased and Delivered}^*) \times (1 - \text{p.u. Line Loss})} - \text{BPCB} = \text{BPCA}$$

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Issued by: **Kendrah G. Wilkerson**
Town Manager

Effective: **August 1, 2023**

Town of Havana

Agenda Request

Date of Meeting: June 27, 2023
Item Number: 02
To: Honorable Mayor and Members of the Council
From: Kendrah G. Wilkerson, Town Manager
Subject: Bulk Power Cost Rate Structure Change

Manager Summary:

The Town of Havana currently charges \$0.0919 per kWh as a base energy charge (+/-) any fuel adjustment and the customer distribution access charge. Of the \$0.0919 per kWh base energy charge, we have been allocating our bulk power cost base at \$0.0540. In layman's terms, this means that our base rate only covers the first \$54 per MWh of power cost, with the rest recovered through the fuel adjustment.

FMPA's All-In Rate and Cost Projections through FY2024 project Bulk Power Costs ranging from \$0.098 per kWh to \$0.069 per kWh, with an average nearing \$0.080 per kWh.

Havana's true bulk power cost is closer to \$0.080 per kWh. We have been making up the cost in our Fuel Adjustment which has caused it to increase to meet the cost of power.

FMPA's legal counsel, Jody Finklea, will discuss this issue in greater detail.

I am requesting that we increase our bulk power cost base to \$0.080 per kWh, so that we can decrease our fuel adjustment accordingly. With that bulk power cost base, we will also need to increase our base energy charge by the difference between the prior (\$0.0540 per kWh) and proposed (\$0.080 per kWh) bulk power cost base, or \$0.026 per kWh. This results in a new base energy charge of \$0.1179 per kWh. This adjustment will not eliminate the fuel adjustment, which will still fluctuate based on the cost of natural gas and other factors impacting bulk power costs. This revenue neutral adjustment better aligns base energy charges with reality as it relates to the expected prevailing cost of bulk power supply.

Please note – any revisions to our rate tariff, including this one, must be filed with the Florida Public Service Commission.

Manager Request:

Increase (i) the Bulk Power Cost Base as applied in the Havana Bulk Power Cost Adjustment formula to \$80/MWh and (ii) the base energy charge to \$117.90/MWh, and authorize the mayor and/or Town

Motion: _____

Made By: _____ Second By: _____ Vote: Yes or No

Manager to sign any associated documents reflecting this change, including but not limited to, Havana's rate tariff.

Attachment(s):

FMPA Presentation – Havana BPCA

TOWN OF HAVANA UTILITIES

Resolution No. 2023-03R3
Page 1 of 3

WATER SUPPLY: Ownership – Municipal, also serves suburban districts
 Rated Capacity of Treatment Plant – 670,000 gallons per day
 Finished Water Storage – 750,000 in elevated tanks & 250,000 Ground Storage
 Daily Consumption – 431,000 gallons per day
 Average Pressure – 55 pounds per square inch

WATER: (For rates see page 2)	<i>Meter Size</i>	<i>Tap Fees</i>
	¾"	\$500.00
	1"	750.00
	2" and above	Determined by Engineers

SEWER RATES: (For rates see page 2)	<i>Meter Size</i>	<i>Tap Fees</i>
	4"	\$500.00
	6"	Determined by Engineers

ELECTRIC RATES:	<i>Residential and Commercial</i>	
	<i>Rate:</i>	\$ 0.1179 per kWh (+ or -) any cost adjustment*
	<i>Distribution Access Charge:</i>	\$ 12.60 per month
	<i>Tap Fee:</i>	\$ 500.00

UTILITY DEPOSIT:		<i>Renter's</i>	<i>Homeowner's</i>	
	<i>Residential</i>	<i>Deposit</i>	<i>Deposit</i>	<i>Connection Fee:</i>
	Water Only	(3)	(3)	\$25.00**
	All Utilities	(1)	(2)	\$25.00**
	Mobile Home	(1)	(2)	\$25.00**

Residential – (1) Utility Deposit amounts for renters range from \$200.00 to \$400.00
 (2) Utility Deposit amounts for homeowners range from \$50 to \$100
 (3) Water Deposit amounts range from \$25.00 to \$50.00

Commercial – Deposit is two (2) times the average utility bill plus \$25.00 connection fee

**The connection fee is charged per utility connected, is *NON-REFUNDABLE* and will be charged to all customers.

GARBAGE RATES: Service is franchised to Waste Pro
Rates: Residential **\$21.89** per month - CPI increase 1/1/2023
 Recycling **\$7.04** per month
 Commercial Barrel - **\$21.89** – CPI increase 1/1/2023
 Commercial Dumpster – Based on size and frequency of pick ups

WATER RATES:**INSIDE CITY LIMITS****Residential**

\$14.24 minimum includes 3,000 gallons
 3,001 – 6,000 gallons = \$2.68 per 1,000 gallons
 6,001 – 9,000 gallons = \$2.77 per 1,000 gallons
 9,001 – 12,000 gallons = \$2.85 per 1,000 gallons
 12,001 gallons and above = \$3.02 per 1,000 gallons

Commercial 1

\$17.40 minimum includes 3,000 1,000 gallons
 3,001 – 6,000 gallons = \$3.02 per 1,000 gallons
 6,001 – 9,000 gallons = \$3.10 per 1,000 gallons
 9,001 – 12,000 gallons = \$3.23 per 1,000 gallons
 12,001 gallons and above = \$3.39 per 1,000 gallons

Commercial 2

\$20.55 minimum includes 3,000 gallons
 3,001 – 6,000 gallons = \$3.02 per 1,000 gallons
 6,001 – 9,000 gallons = \$3.16 per 1,000 gallons
 9,001 – 12,000 gallons = \$3.23 per 1,000 gallons
 12,001 gallons and above - \$3.39 per 1,000 gallons

Bulk Water Sales

\$2.27 per 1,000 gallons

NOTE: Customers that use 12,000 gallons or less are classified as Commercial 1
 All 3” meters and above are automatically classified as Commercial 2
 6-month average used to set customer class

OUTSIDE CITY LIMITS**Residential**

\$17.40 minimum includes 3,000 gallons
 3,001 – 6,000 gallons = \$2.94 per 1,000 gallons
 6,001 – 9,000 gallons = \$3.10 per 1,000 gallons
 9,001 – 12,000 gallons = \$3.16 per 1,000 gallons
 12,001 gallons and above = \$3.31 per 1,000 gallons

Commercial 1

\$20.57 minimum includes 3,000 gallons
 3,001 – 6,000 gallons = \$3.10 per 1,000 gallons
 6,001 – 9,000 gallons = \$3.23 per 1,000 gallons
 9,001 – 12,000 gallons - \$3.31 per 1,000 gallons
 12,001 gallons and above = \$3.50 per 1,000 gallons

Commercial 2

\$22.14 minimum includes 3,000 gallons
 3,001 – 6,000 gallons = \$3.10 per 1,000 gallons
 6,001 – 9,000 gallons = \$3.23 per 1,000 gallons
 9,001 – 12,000 gallons = \$3.31 per 1,000 gallons
 12,001 gallons and above = \$3.50 per 1,000 gallons

WASTEWATER RATES (SEWER)**INSIDE CITY LIMITS****Residential**

\$38.22 per 3,000 gallons used
 \$4.21 per additional 1,000 gallons (12,000
 gallons max)

Commercial 1

\$38.22 minimum includes 3,000 gallons
 \$4.42 per additional 1,000 gallons used (no max)

Commercial 2

\$38.22 minimum includes 3,000 gallons
 \$4.46 per additional 1,000 gallons used (no max)

OUTSIDE CITY LIMITS**Residential**

\$38.22 per 3,000 gallons used
 \$4.29 per additional 1,000 gallons used (12,000
 gallons max)

Commercial 1

\$38.22 minimum includes 3,000 gallons
 \$4.22 per additional 1,000 gallons used (no max)

Commercial 2

\$38.22 minimum includes 3,000 gallons
 \$4.26 per additional 1,000 gallons used (no max)

NATURAL GAS RATES:

Residential and Commercial:

Rate:	\$ 1.75 per cu. Ft. (+ or -) any cost adjustment
Customer Charge:	\$ 6.00 per month
Tap Fee:	\$500.00
Upgrade Fee:	Determined by Material Cost

Whereas, the Havana Town Council hereby adopts a twenty eight percent increase in the TOWN OF HAVANA electric base rate.

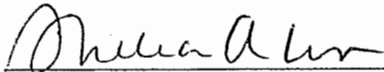
Whereas, the increase in the electric base rate will be offset by a decrease in the fuel adjustment charge so that more of the electric utility's wholesale power costs are collected by the base rate.

BE IT RESOLVED that the Havana Town Council approves increasing the electric rate 28 percent and the corresponding reduction in the fuel adjustment charge.

Resolution introduced and adopted this 27th day of June 2023 at a Regular Council Meeting for the Town Council of Town of Havana, Florida. Rates to be effective within 30 days after filing with the Public Service Commission.



Timothy Loughmiller, Jr., Mayor



Town Clerk
(SEAL)

