

ORDINANCE NO. 2080

AN ORDINANCE TEMPORARILY MODIFYING ORDINANCE 2056 FOR COST RECOVERY RELATED TO FEBRUARY, 2021, SEVERE WINTER WEATHER EVENT

WHEREAS, the City has experienced financial challenges related to the severe winter weather event in February, 2021, where energy prices rose to historic levels.

WHEREAS, as a member of the Kansas Power Pool (KPP), the City's share of the historic price increases is approximately \$1,235,869.00. The KPP determined that members' share of the increase will be spread over twenty-four (24) months for payment and reflected as a surcharge on the City's monthly KPP bill.

WHEREAS, the City applied for and received a low-interest loan from the State of Kansas in the amount of \$400,000.00 to help offset some of the impacts of the price increase. The City decided to divide the loan proceeds into twenty-four (24) installments to be applied to the energy cost adjustment calculation to reduce the impact on customers.

WHEREAS, to recover the balance of the KPP surcharge, adjustments need to be made to the energy cost adjustment with a temporary modification to Ordinance 2056.

BE IT ORDAINED BY THE GOVERNING BODY OF THE CITY OF KINGMAN, KANSAS:

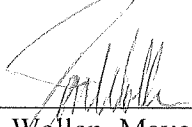
Section 1. Section 2 of Ordinance 2056 shall be modified as follows:

- a. When the invoice from the KPP is input into the energy cost adjustment calculation for purchased power, the February 2021 surcharge on those bills will be excluded.
- b. In a separate calculation, the amount of the KPP February 2021 surcharge will be reduced by \$16,666.67. Then the amount remaining will be divided by the non-contract kWh use for the month. The resulting number shall be added to the energy cost adjustment for that month.

Section 2. This ordinance shall take effect and be in force from and after its publication once in the official newspaper of the City of Kingman, Kansas.

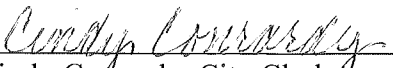
Passed and approved by the Governing Body of the City of Kingman, Kansas this 22nd day of July 2021.

THE GOVERNING BODY OF THE
CITY OF KINGMAN, KANSAS



Jon Wollen, Mayor

ATTEST



Cindy Conrardy, City Clerk

[SEAL]