FILED August 19, 2020 INDIANA UTILITY REGULATORY COMMISSION

STATE OF INDIANA

INDIANA UTILITY REGULATORY COMMISSION

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PETITION OF THE CITY OF CRAWFORDSVILLE, INDIANA, BY AND THROUGH ITS MUNICIPAL ELECTRIC UTILITY, CRAWFORDSVILLE ELECTRIC LIGHT AND POWER, FOR APPROVAL OF A NEW SCHEDULE OF RATES AND CHARGES FOR ELECTRIC SERVICE

CAUSE NO. ______ 45420 ______

PRE-FILED VERIFIED DIRECT TESTIMONY OF

PHILLIP R. GOODE

AND ATTACHMENTS PRG-1 THROUGH PRG-7

ON BEHALF OF PETITIONER

CRAWFORDSVILLE ELECTRIC LIGHT & POWER

PETITIONER'S EXHIBIT 1

August 19, 2020

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1	I. INTRODUCTION
2	Q1. PLEASE STATE YOUR NAME AND ON WHOSE BEHALF YOU ARE
3	TESTIFYING?
4	A. My name is Phillip R. Goode, and I am testifying on behalf of the Petitioner, Crawfordsville
5	Electric Light & Power ("CEL&P" or the "Utility"), which is the electric utility owned and
6	operated by the City of Crawfordsville, Indiana ("Crawfordsville").
7	Q2. BY WHOM ARE YOU EMPLOYED AND IN WHAT CAPACITY?
8	A. I am the Manager of CEL&P. My business address is 808 Lafayette Road
9	Crawfordsville, Indiana, 47933-0428.
10	Q3. PLEASE DESCRIBE BRIEFLY YOUR DUTIES AS MANAGER.
11	A. I am responsible for the planning, execution and review of the operations and other activities of
12	the utility. I oversee all aspects of regulatory compliance, customer relations and CEL&P's
13	financial decisions. I am also responsible for implementing the policies and decisions of the
14	Crawfordsville Common Council, and the Utility Service Board of CEL&P.
15	Q4. PLEASE DESCRIBE YOUR EDUCATIONAL AND PROFESSIONAL
16	BACKGROUND.
17	A. I have an associate's degree in business management from Ivy Tech. I graduated from Indiana
18	Wesleyan University with a bachelor's of science degree in business, magna cum laude, in 2003.
19	I also received an MBA from Indiana Wesleyan in 2012. I have been Manager of CEL&P since
20	2010. I first came to CEL&P out of high school in 1977 as a tree trimmer. I then became an
21	apprentice lineman for CEL&P, worked my way up to journeyman lineman and then to line
22	foreman. In 2002, I was promoted to assistant line superintendent and to line superintendent in
23	2007. I have been in the electric utility business for over forty years.

1 Q5. PLEASE INDICATE ANY POSITIONS OR AFFILIATIONS YOU HOLD.

2 A. I am the City of Crawfordsville's Commissioner on the Indiana Municipal Power Agency

3 ("IMPA" or "Agency") Board of Commissioners. I was elected the Chairman of the IMPA

4 Board of Commissioners in 2018 and continue to serve in that role, and have also served on

- 5 IMPA's Executive Committee in previous years. I was named a Distinguished Alumnus at the
- 6 commencement ceremonies of Ivy Tech Community College in Lafayette in May, 2018. I was
- 7 also awarded the Frank R. Rudolph Award in 2019, the highest award of the Indiana Municipal
- 8 Electric Association ("IMEA") for contributions to public power in our state.

9 Q6. HAVE YOU TESTIFIED BEFORE THE COMMISSION IN THE PAST?

10 A. Yes, I testified in CEL&P's last rate case, Cause No. 44684.

11 Q7. WHAT IS THE PURPOSE OF YOUR TESTIMONY?

12 A. The purpose of my testimony is to provide background and support for CEL&P's request to 13 implement a new schedule of rates and charges for electric service, which will be restructured, 14 based on an updated cost-of-service study to better reflect the current cost-of-service by 15 customer class. CEL&P's request is necessary to correct the deficit in operating income and to 16 properly fund its operating fund balance to 90 days cash on hand so that CEL&P has adequate 17 funds for cash flow and to withstand declining economic conditions caused in part by the 18 COVID-19 pandemic. As discussed in more detail in Section II below, CEL&P recently 19 petitioned the Commission for a correction to the Final Order in Cause No. 44684 (CEL&P's last 20 rate case) to address a mathematical error in the calculation of the tariffed rates that prevented 21 CEL&P from collecting the revenue requirement authorized by the Commission in 2016 (the 22 "Authorized Revenue Requirement"). The correction will be achieved via a proposed temporary 23 rate rider, which the OUCC does not oppose, will allow CEL&P to begin collecting its presently Authorized Revenue Requirement during the pendency of this proceeding. The rider will be removed when it is folded into the new base rates approved by the Commission in this proceeding. I am also sponsoring books and records of CEL&P, which present the financial condition and results of operations for the historical test year ending February 29, 2020.

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Q8. BRIEFLY DESCRIBE CEL&P'S OPERATIONS.

A. CEL&P is a municipal electric utility that is owned and operated by the City of Crawfordsville,
Indiana. CEL&P's system includes electric transmission, distribution, substation and power
production facilities. CEL&P presently serves approximately 10,000 customers in and around
Crawfordsville and Montgomery County. The Utility purchases all of its power and energy
requirements from IMPA pursuant to the terms of a Power Sales Contract (<u>Attachment PRG-3</u>).
Since its inception in 1890, CEL&P has provided low electric rates, reliable power, and
exceptional customer service to its customers and the community.

13 Q9. DOES CEL&P OWN ANY ELECTRIC GENERATING UNITS?

A. No. Crawfordsville built two coal-fired generating units in the 1950s and '60s with a total
capacity of 24.2 megawatts ("MW") of coal generation and later added a 0.9 MW diesel
generator. In 2013, faced with increasing operational expenses and environmental compliance
costs, CEL&P sold its power plant to Crawfordsville Energy, LLC, a wholly owned subsidiary
of Sterling Energy Group.¹ The five solar parks in Crawfordsville which produce a combined
28.06 megawatts of energy (more than any other community in Indiana), are owned and operated
by IMPA as part of its wholesale power portfolio, which is for the benefit of all IMPA members.

¹ See In the Matter of the Petition by Crawfordsville Energy, LLC for Certain Determinations by the Commission with Respect to Its Jurisdiction over Petitioner's Activities as a Generator Of Electric Power, IURC Cause No. 44101, Final Order issued July 3, 2012; and subsequent quarterly report filed with the Commission by Crawfordsville Energy, LLC on January 30, 2014 in that Cause.

1 Q10. PLEASE PROVIDE AN OVERVIEW OF THE TESTIMONY CEL&P IS OFFERING

2 IN SUPPORT OF ITS PETITION.

A. Attachment PRG-1 is a matrix of CEL&P's witnesses, along with the major topic covered in the
testimony of each respective witness. Together with the Temporary Rate Rider and the two-step
base rate increase, as described in more detail in our testimony, CEL&P is seeking an 18.1% rate
increase:

7

Table PRG-1

	Average of all Classes*
Step 1 - Current Rates with Temporary Rider (~10 mos.)	3.0%
Step 2 – Roll Temporary Rider into base rate design with an additional adjustment to move to rate target mid-point (~June 2021)	5.5%
Step 3 - Final adjustment to Step 2 rate design to achieve rate design target (~June 2022)	8.7%
Total Change from Current Rates (1)	18.1%

8 *Percentages are not additive due to compounding.

9 Q11. WHAT ATTACHMENTS ARE YOU SPONSORING IN THIS CAUSE?

- 10 A. I am sponsoring the following exhibits and attachments:
- Exhibit 6 The Minimum Standard Filing Requirements ("MSFR") as listed under
 my name in that Exhibit.
- 13 Attachment PRG-1 Indices of Witnesses and Testimony Topics and Exhibits
- 14 and Attachments by Witness
- Attachment PRG-2 Verified Petition

1	• Attachment PRG-3 – IMPA and CEL&P Power Sales Contract, including 1 st and
2	2 nd Amendments
3	• Attachment PRG-4 – Crawfordsville's Utility Service Board Rate Resolution and
4	the Common Council's Rate Ordinance
5	• Attachment PRG-5 – Customer Bill Insert Notification of Rate Case Filing
6	• Attachment PRG-6 – Legal Notice of Rate Case Filing
7	• Attachment PRG-7 - Notice of Intent to File a Rate Case in Accordance with
8	IURC GAO 2013-5
9	Q12. WERE THESE ATTACHMENTS PREPARED BY YOU OR UNDER YOUR
10	SUPERVISION?
11	A. Yes.
12	Q13. WHEN WERE CURRENT BASE RATES ESTABLISHED?
13	A. CEL&P's last rate case before the Indiana Utility Regulatory Commission ("IURC" or
14	"Commission") was filed in 2015 in Cause No. 44684. In that prior rate case, CEL&P proposed
15	a base rate increase of 11.77%. Subsequently, CEL&P entered into a settlement agreement with
16	the Indiana Office of the Utility Consumer Counselor ("OUCC"), upon which the Commission
17	approved a revenue increase of 10.77% in a Final Order issued April 13, 2016 (the "Final
18	Order").
19 20 21	II. 2016 RATE CALCULATION ERROR AND PROPOSED FORWARD-LOOKING TRUE-UP RIDER
22	Q14. PLEASE DESCRIBE HOW CEL&P'S EXISTING RATE STRUCTURE WAS
23	DEVELOPED.

A. CEL&P's existing rate structure was developed and approved as the result of a Settlement
 Agreement ("Settlement") between the OUCC and CEL&P that the Commission approved in its
 Final Order. The Settlement contemplated that CEL&P would collect the Authorized Revenue
 Requirement of \$XXX through the new rates approved by the Final Order. CEL&PCEL&P

5 Q15. DID CEL&P COLLECT THE AUTHORIZED REVENUE REQUIREMENT 6 THROUGH THE RATES IT BEGAN CHARGING ITS CUSTOMERS AFTER THE 7 FINAL ORDER? CEL&P

8 A. No. Just a few months after the new tariff rates went into effect, CEL&P staff noticed that the 9 Utility was not bringing in as much revenue as it expected. I contacted the rate consultant that 10 testified on behalf of CEL&P during the proceeding and the Settlement and requested an 11 explanation. The rate consultant discussed how a recent change to the demand/energy mix of the 12 wholesale rate structure at the Indiana Municipal Power Agency ("IMPA") and IMPA's 13 treatment of transmission credits had changed for CEL&P. He stated that these changes created 14 upward rate pressure since the Commission's April 2016 Order was issued. When I asked 15 whether CEL&P should schedule a meeting with IMPA to discuss this rate impact, he advised 16 me against such a meeting. In deference to his position as our ratemaking expert consultant, I 17 accepted his explanation that the source of CEL&P's revenue loss was the change in IMPA's rate design. 18

However, by 2019, CEL&P was suffering from a string of repeated months where the
Utility's financial statements indicated a negative net income. So, CEL&P hired the same rate
consultant to develop a new COSS and rate design, anticipating a rate increase would be needed.
In the fall of 2019, Bose McKinney & Evans LLP ("Bose") was also hired to represent CEL&P
before the IURC in the new rate case. The rate consultant completed the COSS and Rate Design

at the end of 2019, and it was presented to the Crawfordsville Utility Service Board ("USB") on
 January 20, 2020.

3 Q16. WHAT DID THE RATE CONSULTANT PRESENT TO THE USB IN ITS PUBLIC 4 MEETINGS?

5 A. When asked by the USB why a rate increase was needed, the rate consultant publicly repeated 6 the same explanation related to the change in IMPA's rate design that he had been providing 7 privately to myself and the CEL&P staff. At the request of the USB, the rate consultant prepared 8 a written document of "Frequently Asked Questions" for the planned February 2020 presentation 9 of the rate ordinance to the Crawfordsville Common Council ("Council") (see Attachment PRG-10 1 to the affidavit I filed in support of CEL&P's Motion to correct the rate error in Cause No. 44684).² According to that document, the change in IMPA's demand/energy mix was the "most 11 12 important reason" for the 2020 rate increase request.

13 Q17. WHEN AND WHY DID YOU BEGIN TO QUESTION THE RATE CONSULTANT'S

14

EXPLANATION FOR CEL&P'S REVENUE SHORTFALL?

A. I was aware that the City of Richmond ("Richmond") was also in the midst of its own rate study 15 16 for Richmond Power & Light ("RP&L"). RP&L's ratemaking consultant was NewGen Strategies & Solutions ("NewGen"). I became concerned that while Richmond and 17 18 Crawfordsville were similarly situated members of IMPA taking at the same 138 kV voltage, 19 RP&L indicated that its cost of service study was not showing the same impacts from IMPA's 20 rate design that CEL&P's rate consultant claimed was affecting CEL&P. I was concerned that 21 the different conclusions would be difficult to explain to the Commission and the OUCC, 22 particularly given the anticipated close timing of the two rate case filings.

 $^{^2}$ This affidavit is the subject of a Motion for Administrative Notice filed simultaneously with CEL&P's case-inchief.

1 Q18. HOW DID YOU INVESTIGATE THIS DISCREPANCY?

2 A. After the February 3rd Council meeting, with the permission of RP&L, I authorized NewGen to 3 discuss the impact of IMPA's wholesale power rates on system revenue requirements with 4 CEL&P's rate consultant. NewGen reported that call concluded with all parties agreeing that 5 IMPA power costs were *not* causing an increase in the revenue requirements of the CEL&P or 6 the RP&L systems. I continued to question why CEL&P was experiencing a revenue 7 insufficiency, and ultimately the USB authorized CEL&P to hire NewGen as an independent 8 consultant to review the rates CEL&P imposed to effectuate the 2016 Settlement and Final 9 Order. CEL&P

10 **Q19. WHAT WERE THE RESULTS OF NEW GEN'S REVIEW?**

11 A. NewGen concluded that CEL&P did not collect the Authorized Revenue Requirement because 12 CEL&P's tariffed rates had been incorrectly calculated by CEL&P's rate consultant by using 13 improper energy billing units. NewGen explained that this error could have been detected by a 14 revenue proof calculation that simply checks the math to make sure that the proposed tariff rates 15 would, in fact, yield the Authorized Revenue Requirement. Because of this error, CEL&P failed 16 to collect approximately \$2.98 million of its Authorized Revenue Requirement over the period 17 August 2016 through January 2020. NewGen also advised CEL&P that the 2016 COSS contained significant irregularities that would run counter to industry accepted allocation of costs 18 19 to rate classes. Therefore, NewGen recommended that CEL&P re-evaluate the cost of service 20 results that had been prepared by the rate consultant for purposes of this proceeding. NewGen's 21 report on the 2016 cost of service study errors is discussed by Mr. Mancinelli and included as an 22 Attachment to his testimony.

Q20. WHAT ADDITIONAL STEPS DID YOU TAKE TO VERIFY THAT THERE WERE

2

INACCURACIES IN THE 2016 RATE DESIGN?

A. I authorized my legal counsel to contact the OUCC to discuss the error. On February 27, 2020,
Ms. Shoultz and Ms. Wheeler met with attorneys and technical staff at the OUCC to alert them
to the issue. While the OUCC reserved its rights to review evidence in more detail and take
whatever legal position the agency deemed appropriate in the future, my understanding is that
the OUCC staff agreed that it did appear there was an error in the 2016 rate design that resulted
in a revenue insufficiency for CEL&P.

9 Q21. WHAT STEPS DID YOU TAKE NEXT?

10 A. On February 28, 2020, the USB terminated its contract with the rate consultant and advised it to 11 notify its insurance carrier that CEL&P believed there were significant rate calculation and tariff 12 errors that significantly financially harmed CEL&P. On March 5, 2020, CEL&P hired NewGen 13 to perform a new COSS and rate design, the results of which are being presented in this case. 14 Crowe updated its revenue requirements study to update the test year ending September 30, 2019 15 that it had originally used (and was now stale) to a test year ending February 29, 2020.CEL&P. 16 Shortly after hiring NewGen, Indiana's Governor issued a stay-at-home order due to the COVID-17 19 pandemic, which limited our local government operations, required us to maintain essential 18 utility operations at half-staff, suspended USB and Council meetings, and slowed our ability to 19 complete the new cost of service study.

20 Q22. IS CEL&P REQUESTING RECOVERY OF LOST REVENUES DUE TO THE 21 INCORRECTLY TARIFFED RATES?

A. No. I've been advised that while there is legal authority that would allow CEL&P to be made
 whole for the error through rates, I also understand that such a request could trigger a prolonged

and expensive legal dispute. So, while this error cost CEL&P millions of dollars and was not the
fault of the Utility, CEL&P is not seeking to recover any lost past revenues as a result. If
approved, the rider will restore to CEL&P approximately \$900,000 annually (to reach the
Authorized Revenue Requirement), which is approximately 3% of CEL&P's current annual
income.

6 Q23. HOW DOES CEL&P PROPOSE TO RECOVER ITS AUTHORIZED REVENUE 7 REOUIREMENT?

8 A. Concurrently with the filing of this proceeding and in accordance with the procedures outlined in 9 IC 8-1-2-72, CEL&P has submitted a Petition to Correct Error to the Commission requesting 10 authority to adjust its rates to collect the Authorized Revenue Requirement through a rider using 11 the corrected calculations shown in Attachment JAM-XX to that Petition. The proposed rider 12 will apply to all rate classes except for the lighting rate class, which is charged by fixture and not 13 does not have an associated energy (per kilowatt-hour) charge. The rider will appear separately 14 on a customer's bill, along with an explanation for the rider. CEL&P has confirmed that the 15 OUCC has no objection to its requested rider. The rider will also be explained to customers 16 through public outreach including local radio announcements, the CEP&L website, the local 17 newspaper and bill inserts. The rider will be in effect until they are adjusted and superseded 18 based on the Commission's Final Order in this proceeding.

19

III. <u>CURRENT UTILITY OPERATIONS</u>

20 Q24. WHAT IS CEL&P'S CURRENT FINANCIAL STATUS?

CEL&P's Statements of Income (MSFR Exhibit 6) have indicated an insufficient net income for
 the last three years. As of the twelve (12) month period ended February 29, 2020, CEL&P's net
 income is *negative* \$334,216. Total Electric Sales are also trending downward. Therefore, higher

1 operational costs are spread over a smaller customer base. Exhibit 6 includes CEL&P's Balance 2 Sheet as of February 29, 2020. The recent strain on CEL&P's finances caused by the COVID-19 3 pandemic has made it clear that CEL&P needs to increase to CEL&P's its operating fund to 90 4 days cash on hand. Even when customers fail to pay their bills during the pandemic, or are 5 catching up on arrearages more slowly due to expanded payment arrangements, CEL&P must continue to pay IMPA as its wholesale electric supplier in full and on time each month, thereby 6 7 putting a strain on CEL&P's finances. We expect that we will see ratepayers struggle with full and timely payments for at least a year due the effects of the pandemic, which is why having 8 9 sufficient cash on hand is even more important than ever. 10 **Q25. WERE THE BALANCE SHEET AND STATEMENT OF NET INCOME DERIVED** 11 FROM THE BOOKS AND RECORDS OF THE UTILITY, WITHOUT ADJUSTMENT? A. Yes, they were derived directly from CEL&P's books and records, without adjustment. 12 13 Q26. ARE CEL&P'S BOOKS AND RECORDS KEPT IN ACCORDANCE WITH THE UNIFORM SYSTEM OF ACCOUNTS AND GENERALLY ACCEPTED ACCOUNTING 14 **PRINCIPLES?** 15 16 A. Yes, they are. 17 Q27. IN YOUR OPINION, DO THE ATTACHMENTS THAT YOU ARE SPONSORING **REPRESENT, IN ALL MATERIAL RESPECTS, THE FINANCIAL CONDITION OF** 18 19 **CEL&P AS OF FEBRUARY 29, 2020 AND THE RESULTS OF THE OPERATIONS** 20 FOR THE PERIOD THEN ENDED? 21 A. In my opinion, yes they do. 22 Q28. WHAT IMPACT HAS THE COVID-19 PANDEMIC HAD ON CEL&P'S 23 **OPERATIONS?**

Petitioner's Exhibit 1 Direct Testimony of Phillip R. Goode

- 1 A. COVID-19 has had a significant impact on the nation's economy, and on Crawfordsville locally.
- 2 In addition, Governor Holcomb's moratorium on utility disconnects, as well as the Commission's
- 3 extension of that moratorium for regulated utilities through August 14, 2020, has had a significant
- 4 impact on CEL&P's ability to recover revenues.

5 Q29. HOW MANY CUSTOMERS ARE CURRENTLY IN ARREARS?

- 6 A. Table PRG-2 below shows how unpaid bills have accumulated since the beginning of the
- 7 COVID-19 pandemic in March, 2020.
- 8

Table PRG-2

CEL&P Delinquent Account Summary as of 8/6/2020				
	DAYS PAST DUE			
	1-30	31-60	61-90	90+
	DAYS	DAYS	DAYS	DAYS
AMOUNT DUE	\$50,027	\$17,042	\$314,056	\$17,253
CUSTOMER				
COUNT	423	182	111	74

9

Q30. THESE DELINQUENCY AMOUNTS INCLUDE \$301,847 IN ARREARAGES FROM A SINGLE LARGE INDUSTRIAL CUSTOMER. CEL&PHOW DID THE NORMAL MORATORIUM ON WINTER DISCONNECTIONS INTERPLAY WITH THE COVID 19 MORATORIUM?

14 A. The Governor's disconnection moratorium due to COVID-19 came just as we would normally

- 15 have been lifting the winter disconnection moratorium. This means that some customers have
- 16 not paid bills between November 2019 and August 2020 (nine months).

17 Q31. HAVE RESIDENTIAL CUSTOMERS REACHED OUT TO CEL&P SEEKING

18 **PAYMENT ARRANGEMENTS AND OTHER ACCOMODATIONS?**

19 A. Yes, and we are working with our customers to waive reconnection and disconnection fees, late

20 fees, and penalties, as well as offering payment arrangements of up to six (6) months. We want

to help all customers get current on their utility bills and avoid large arrearages that they are
 unable to repay.

3 Q32. HOW MUCH OF THE ARREARAGES DO YOU THINK MIGHT ULTIMATELY BE

4

UNCOLLECTIBLE BY CEL&P?

A. It is difficult to know for sure. Certainly, some residential customers simply "skip out" on their
electric bills, which will never be paid. Also, we know some business will never reopen and are
unlikely to have revenues sufficient to pay their past due bills.

8 Q33. DO YOU THINK AN INCREASE IN CEL&P'S OPERATING FUND BALANCE IS 9 APPROPRIATE GIVEN THE CIRCUMSTANCES?

10 A. Yes I do. I am dedicated to working with our residential and business customers to help them 11 through this crisis. In order to have the flexibility to continue to give customers the leeway to 12 enter into extended payment arrangements, waive fees, and further delay disconnections, I must 13 know that those actions will not financially de-stabilize the utility's operations. I am a life-long 14 resident of Crawfordsville, and I want to help my community recover. A financially sound and 15 reliable locally-owned electric utility is critical to that recovery. Maintaining a reasonable 16 operating fund balance will help us weather the economic impacts of the COVID-19 crisis, as 17 well as future emergencies. The details of the proposed Operating Fund balance increases are discussed in the testimony of Jennifer Z. Wilson, C.P.A., Petitioner's Exhibit 2. 18

19 Q34. WHAT FINANCIAL POLICIES OF THE UTILITY HAVE IMPACTED THE 20 REVENUE REQUIREMENT?

A. Crawfordsville's Utility Service Board has advised me that it is not in favor of CEL&P entering
 into any new financing arrangements. If the USB and Council will not approve a financial
 transaction, that source of capital is closed to us. Tapping into cash reserves is also not a favored

policy option, and is likely only a short-term solution at best to the Utility's revenue
 insufficiency.

3 Q35. HAS CEL&P CONSIDERED A REQUEST FOR A TRANSMISSION AND 4 DISTRIBUTION SYSTEM IMPROVEMENT CHARGE ("TDSIC") TO FUND SYSTEM 5 IMPROVEMENTS?

6 A. Yes, however, it is management's opinion that the TDSIC tracker process is not ideal for small 7 municipal electric utilities. To our knowledge, no municipal electric utility has ever requested 8 approval of a TDSIC tracker. First, as a municipal utility, we do not have experience developing 9 the seven-year plan that is required under a TDSIC tracker with the same detailed scope and 10 scale as investor-owned utilities. In addition, CEL&P would have to file a separate proceeding, 11 incurring significant additional legal and consulting fees, and continue that commitment every 12 year in order file the required TDSIC annual updates. The total rate recovery in TDSIC plan 13 would be much smaller for CEL&P than for an investor-owned utility, and simply does not 14 justify the litigation expense. In addition, since TDSIC trackers and rate cases cannot occur 15 simultaneously, it was clear to CEL&P that, given its financial condition, a base rate increase 16 should be its focus. Finally, while the Utility could choose to file a TDSIC tracker at some 17 point, we felt that at present, adding an additional TDSIC tracker on top of a base rate increase could significantly increase ratepayer expense over time, which likely would not be well 18 19 received in our community.

20 Q36. HOW HAVE CHANGES TO IMPA'S WHOLESALE RATE STRUCTURE 21 AFFECTED CEL&P?



charges. While IMPA's energy charges have declined, demand costs continue to rise. Many of
CEL&P's retail rates are presently energy only (no demand charges). Taking into account both
the operational needs of CEL&P and these changes to IMPA's rate structure, the rate new retail
rate structure CEL&P is proposing not only produces enough revenue to improve the utility's
infrastructure, it also creates new demand charges for several rate classes (described in more
detail in Mr. Mancinelli's testimony).

Q37. IN YOUR OPINION, ARE CURRENT RATES ADEQUATE TO PRODUCE AN INCOME SUFFICIENT TO MAINTAIN THE UTILITY'S PROPERTY IN SOUND PHYSICAL AND FINANCIAL CONDITION SO AS TO RENDER SAFE, ADEQUATE AND RELIABLE SERVICE?

A. No, even if the 2016 rate calculation error had not occurred, the Utility is simply not bringing in
enough revenues to support its operations. It is my opinion, as well as the opinion of the
Common Council, that CEL&P's current rates and charges are insufficient, and not "reasonable
rates and charges" within the meaning of the law. While CEL&P practices routine maintenance
on all facilities and equipment, without a base rate increase, CEL&P will not be able to continue
to render safe, adequate and reliable service to its customers in the long term.

Q38. UPON WHAT INFORMATION DO YOU, THE UTILITY SERVICE BOARD AND COMMON COUNCIL BASE THAT OPINION?

A. Crowe performed a financial study of the Utility's revenue requirements under IC 8-1.5-3 for the
 test year ending February 29, 2020. NewGen prepared a cost-of-service study using the Utility's
 pro forma revenues, expenses and net original cost of plant in service during the test year and
 designed rates accordingly.

Q39. WERE THE FINANCIAL STUDY AND COST-OF-SERVICE STUDY COMPLETED AND ACTED UPON?

3 A. Yes. The results of the financial study and cost-of-service study are described in the direct 4 testimony and attachments of Ms. Wilson and our cost of service study and rate design 5 consultant, Joseph A. Mancinelli. The results of the studies were presented to the Utility Service 6 Board and Common Council. Based on the results of the studies, and input from CEL&P's 7 management, the Board resolved to seek the Commission's authority to increase base rates and 8 charges and to restructure the Utility's rates and charges to more accurately reflect cost-of-9 service. A certified copy of the Board's resolution, Resolution 6-2020, and the Common 10 Council's approval of the Board's recommendation in Ordinance 4-2020, is identified and 11 attached to my testimony as Attachment PRG-4.

12 Q40. HAVE YOU REVIEWED THE TESTIMONY AND ATTACHMENTS PRESENTED

13 BY THE WITNESSES FROM CROWE AND NEWGEN?

14 A. Yes, I have.

Q41. DO YOU HAVE AN OPINION AS TO WHETHER THE PROPOSED RATE INCREASE IS REASONABLE?

A. Yes, I believe Crowe's calculation of a Revenue Requirement of \$40,947,150, and the total
proposed 18.1% rate increase (which includes the temporary rate rider and the base rate increase
as mitigated through rate design and two-year phase-in as described in the testimony of Mr.
Mancinelli) is reasonable.

21 Q42. UPON WHAT DO YOU BASE THIS OPINION?

A. I believe that a revenue increase of this magnitude is prudent and is within the range of
 reasonableness, particularly given that due to the 2016 rate calculation error, the Utility has not

1 recovered fully the Authorized Revenue Requirement approved by the Commission in its last 2 rate case. CEL&P has had to defer many of its capital improvement projects due to its revenue 3 insufficiency, and those have been included in the Capital Improvement Plan ("CIP") discussed 4 in Section IV below. Decreases in IMPA's wholesale rates have improved total residential 5 billing amounts. As shown in Figure JAM-X in Mr. Mancinelli's testimony, this results in 6 average monthly customer bills being only a few dollars higher than they were in 2016, even 7 after the proposed rate increase. CEL&P has also done a "sanity check" and compared its 8 proposed rates with the rates of surrounding utilities. I believe that overall, CEL&P's rates will 9 still compare favorably to other utilities after the proposed rate increase goes into effect. [Refer 10 to NewGen's rate comparison in Laurie's testimony.]

Q43. DID CEL&P NOTIFY ITS CUSTOMERS OF THE PROPOSED INCREASE IN RATES AND CHARGES FOR ELECTRIC SERIVCE?

A. Yes, the Utility included an insert with its monthly bill to all customers advising them of the
need to increase rates and charges for electric service. A copy of the bill insert is attached to my
testimony as Attachment PRG-5. In addition, legal notice (Attachment PRG-6) will be
published in the *Journal Review*, a newspaper of general circulation in the City of Crawfordsville
and Montgomery County, Indiana. Proof of publication will be filed with the Commission when
obtained from the publisher.

19 Q44. DID CEL&P NOTIFY THE COMMISSION AND THE OUCC OF ITS INTENT TO 20 FILE THIS REQUEST FOR A RATE INCREASE?

A. Yes. More than thirty (30) days before filing its Petition, CEL&P met with representatives of the
 Commission and OUCC to provide notice and a high-level overview of CEL&P's plan to request
 a rate increase. Additionally, on July 14, 2020, CEL&P submitted to the Secretary of the

- 1 Commission its Notice of Intent to file a rate case in accordance with IURC GAO 2013-5. I
- 2 have attached a copy of the Notice as Attachment PRG-7.

3 Q45. ARE YOU INCLUDING THE PETITION FILED IN THIS PROCEEDING AS AN

- 4 **ATTACHMENT TO YOUR TESTIMONY??**
- 5 A. Yes. Attachment PRG-2 is a copy of the Verified Petition filed with the Commission in this
- 6 Cause.
- 7

IV. CAPITAL IMPROVEMENT PLAN

8 Q46. HAS CEL&P PRESENTED A CAPITAL IMPROVEMENT PLAN AS PART OF THIS 9 CASE?

- 10 A. Yes, the Capital Improvement Plan is included as Attachment TAG-2 the testimony of Mr.
- 11 Thomas Ghidossi, P.E., who is the President of Exponential Engineering Company.

12 Q47. WHAT ARE THE MAJOR CAPITAL PROJECTS INCLUDED IN THAT PLAN?

13 A. The most significant improvements are related to building and rebuilding transmission lines,

14 building a new Memorial Drive Substation, and Advanced Meter Infrastructure ("AMI")

15 deployment. A detailed Capital Improvement Plan for 2021 through 2026 is included in the

16 testimony of Mr. Ghidossi, Attachment TAG-2.

17 Q48. WHAT IMPACT DID THE 2016 RATE CALCULATION ERROR HAVE ON

18 **CEL**

CEL&P'S OPERATIONS?

A. I had to reduce expenditures to match the lower revenues we were collecting. These reductions
 spanned across numerous budget categories, but the biggest impact was on CEL&P's Capital
 Improvement Plan ("CIP"). Several of the projects we presented to the Commission in our last
 rate case were delayed. The biggest delay was in beginning the new Memorial Drive Substation.

1	Q49. WEREN'T THE MEMORIAL STREET SUBSTANTION AND AMI DEPLOYMENT
2	INCLUDED IN THE CAPITAL IMPROVEMENT PLAN THAT CEL&P PRESENTED
3	TO THE COMMISSION IN 2015 AS PART OF THE UTILITY'S LAST RATE CASE IN
4	CAUSE NO. 44684?
5	A. Yes. Since the completion of other CIP projects were contingent on completion of the new
6	Memorial Drive Substation, the delay of that project caused cascading delays through the rest of
7	the CIP. Our AMI deployment schedule was also delayed and not fully deployed. CEL&P's
8	revised CIP is described in more detail in the testimony of Mr. Ghidossi (Petitioner's Exhibit 3).
9	V. <u>CHANGES TO RATE DESIGN</u>
10	Q50. IS CEL&P PROPOSING CHANGES TO ITS RATE DESIGN?
11	A. Yes. I will discuss the operational and policy reasons for these changes. A detailed explanation
12	of the new rate design and related cost support is included in the testimony of Mr. Mancinelli.
13	Q51. PLEASE DESCRIBE CEL&P'S REQUEST TO MODIFY ITS CURRENT ENERGY
14	COST ADJUSTMENT ("ECA") PROCEDURES.
15	A. Because CEL&P purchases its power exclusively from IMPA, the ECA was originally
16	established by the Commission in Cause No. 36835-S1 in 1983 as a mechanism by which
17	Crawfordsville and other IMPA members could obtain Commission approval of periodic energy
18	cost adjustment and power tracking procedures that would allow IMPA members to track to
19	retail customers increases or decreases in the cost of power and energy they purchase from
20	IMPA outside of a base rate case. As is described in more detail by Ms. Tomczyk, CEL&P is
21	requesting Commission approval to modify its ECA procedures because its proposed rate design
22	establishes new demand charges for the GP and GEH classes. These modifications are reflected
23	in CEL&P proposed ECA procedures included in Ms. Tomczyk's testimony.

1	Q52. WHY IS CEL&P INCREASING NON-RECURRING CHARGES?
2	A. Generally speaking, CEL&P's non-recurring charges have not recovered the cost of service for
3	many years. Ms. Tomczyk discusses the changes to the non-recurring changes in her testimony.
4	Also as reflected in Mr. Mancinelli's Cost of Service Study (Attachment JAM-2), the new non-
5	recurring charges we are proposing either meet cost of service, or remain below cost of service.
6	I advised NewGen to not take many of the non-recurring charges to full cost of service, because I
7	was concerned about customer affordability.
8	Q53. WHY IS CEL&P PROPOSING A NEW NON-RECURRING CHARGE FOR METER
9	BASES?
10	A. The Utility is presently providing meter bases for new residential customers at no charge. This
11	has become cost-prohibitive, and thus we are proposing a \$50 fee for each new residential meter
12	base supplied by CEL&P.
13	Q54. WHY IS CEL&P PROPOSING A NEW NON-RECURRING CHARGE FOR
14	ELECTRICAL PERMITS?
15	A. Our electricians must inspect buildings for proper electrical equipment and safety prior to the
16	premise obtaining a permit, and thus we are proposing a charge to cover those costs.
17	Q55. WHY IS CEL&P PROPOSING A NEW NON-RECURRING LOT FEE?
18	A. We have had new residential development in Crawfordsville which requires an expansion of our
19	distribution system. We would not charge a residential customer under both a Lot Fee and a
20	charge under our existing line extension rules, which mirror the provisions of 170 IAC 4-1-27.
21	The cost support for the lot fee is explained in more detail in the testimony of Joseph A.
22	Mancinelli.

Q56. WHY IS CEL&P PROPOSING TO INCLUDE A DEMAND CHARGE IN THE MINIMUM MONTHLY CUSTOMER CHARGE?

A. Without including a demand component, the minimum monthly charge will not fully recover the
Utility's fixed costs to serve the customer. Demand charges are common among electric utilities
and are needed because the Utility's facilities must be built and maintained "at the ready" for the
customer, regardless of the customer's actual kilowatt-hour (kWh) energy usage in any given
month. Adding a demand charge will send proper price signals related to the efficient and even
use of electricity. This benefits both the customer and the Utility.

9 Q57. WHY IS CEL&P PROPOSING TO ADD A DEMAND RATCHET TO GENERAL 10 POPWER ("GP"), MUNICIPAL GENERAL POWER ("MGP") AND PRIMARY 11 POWER ("PP") RATE STRUCTURES?

A. Adding demand ratchets to these classes reduces CEL&P's risk in serving customers that may
have large swings in their demand for electricity on a monthly basis. Since so much of our
infrastructure is dedicated to these customers, absent a ratchet, large swings in demand can
significantly impact CEL&P's ability to recover its fixed costs. The ratchet is explained in more
detail in Mr. Mancinelli's testimony (Petitioner's Exhibit 4), and we believe that the way the
ratchet has been structured is fair to customers, as it is not a "one way" upward ratchet, but can
also be decreased if the customer's demand decreases on a rolling 12-month basis.

19 Q58. WHAT CHANGES IS CEL&P PROPOSING FOR ITS LIGHTING SERVICE 20 SCHEDULES?

A. In addition to updating cost of service rates for existing sodium vapor and mercury vapor lights
 for its Municipal Lighting Service and Outdoor Lighting Service schedules, the Utility is adding
 new rates for more energy efficient Light Emitting Diode ("LED") fixtures of comparable

wattages. The Utility is also committing to support existing lighting offerings for as long as the
 technology is available. Ms. Tomczyk discusses the LED lighting changes in more detail in her
 testimony (Petitioner's Exhibit 5).

4 Q59. WHAT CHANGES IS CEL&P PROPOSING FOR ITS TRAFFIC SIGNAL SERVICE 5 SCHEDULE?

6 A. The Utility is proposing to break down its existing single Traffic Signal Rate into three 7 categories: state, city and Indiana Department of Transportation ("INDOT") traffic signals, to 8 better reflect cost of service. The "City" traffic signal rate category includes the traffic signals in 9 the city limits and service to signals on the State Highways in Crawfordsville in which the city 10 pays CEL&P to maintain. The INDOT traffic signals are installed by the State of Indiana and 11 CEL&P charges the State each month for the electricity used by those signals. The State 12 Highway Traffic Signal class is for signals requested by specific customers on state highways. 13 For example, the traffic signal at the entrance to Walmart on State Highway 231 was installed at 14 Walmart's request and CEL&P bills Walmart monthly for the energy used by that signal. The 15 Utility is also proposing to add a new monthly charge for Pre-emption Service. Pre-emption 16 Service affects the normal operation of traffic lights to create a clear right-of-way for emergency 17 vehicles. Finally, we are proposing to eliminate the charge for flasher light service, which is no longer used. 18

19 Q60. WHY IS CEL&P ELIMINATING ITS DISTRIBUTION WHEELING CHARGE?

A. The Distribution Wheeling Charge was established via a 30-day filing approved by the
 Commission in Conference Articles on January 22, 2014. Its purpose was to create a new rate
 for Crawfordsville Energy, LLC to compensate CEL&P for wheeling power from the plant it
 purchased through CEL&P's transmission system. However, Crawfordsville Energy, LLC's

plans to improve the profitability and operations of the plant were never realized, and so the old
 coal-fired generating units have since been mostly dismantled and scrapped. Since no power is
 flowing across CEL&P's system from Crawfordsville Energy, LLC, we are proposing to
 eliminate this rate.

5 Q61. PLEASE EXPLAIN THE UTILITY'S ECONOMIC DEVELOPMENT RIDER.

6 A. CEL&P's Economic Development ("ED") Rider has two components, a wholesale level rate 7 incentive provided by IMPA, and a retail rate demand adjustment factor. The only changes we 8 are proposing to the Retail ED Rider is to raise the adjustment factors for Years 1 through 3, and 9 to expand its availability. The Retail ED Rider is presently set to terminate on December 31, 10 2020. CEL&P is proposing to expand the use of this Retail ED Rider for another ten years, 11 through December 31, 2030. We believe that the expansion of the Retail ED Rider, in conjunction with the wholesale ED Rider from IMPA, will help Crawfordsville further 12 13 incentivize economic development in our community.

14 Q62. WHY IS CEL&P ELIMINATING THE INDUSTRIAL COINCIDENT PEAK

15 EXPERIMENTAL PROGRAM AND THE PEAK MANAGEMENT CREDITS?

A. These are outdated programs and both technology and regulatory policy has evolved since their
 inception. No customers are on these rate schedules.

18 Q63. WHY IS CEL&P PROPOSING A NEW RATE FOR QUALIFIED FACILITIES?

A. On June 28, 2017 in Cause No. 44898, the Commission approved IMPA's assumption of all of
the obligations of its Commission-regulated municipal members, including CEL&P, of the
obligation to purchase energy and capacity offered by a Qualifying Facility ("QF") of less than
20 MW under 170 IAC 4-4.1. CEL&P maintains its retail sales obligation, and any backup or
supplemental power needed by a QF will be sold pursuant to the Utility's applicable tariff

- 1 provisions. Therefore, CEL&P is simply proposing to include in its new tariff the existing QF
- 2 obligations that the Commission has already approved. The new QF tariff replaces CEL&P's
- 3 outdated Cogeneration Rate.

4 Q64. DOES THIS CONCLUDE YOUR DIRECT TESTIMONY?

5 A. Yes.

VERIFICATION

I affirm under the penalties of perjury that the foregoing Prefiled Verified Direct

Testimony is true to the best of my knowledge, information and belief as of the date here filed.

Phillip R. Goode

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Index of CEL&P Exhibits and Attachments by Witness

Witness	Subject
Phillip R. Goode - Petitioner's Exhibit 1	Introduction to CEL&P and Overview of Rate Case
Attachment PRG-1	Indices of Witnesses and Testimony Topics and Exhibits and Attachments by Witness (this document)
Attachment PRG-2	Verified Petition
Attachment PRG-3	IMPA and CEL&P Power Sales Contract and Amendments
Attachment PRG-4	Crawfordsville USB Rate Resolution and City Council Rate Ordinance
Attachment PRG-5	Customer Bill Insert Notification of Rate Case Filing and Temporary Rider Motion
Attachment PRG-6	Legal Notice of Rate Case Filing
Attachment PRG-7	Notice of Intent to File a Rate Case
Jennifer Z. Wilson –	CEL&P Revenue Requirements Study
Petitioner's Exhibit 2	
Attachment JZW-1	Resume of Jennifer Z. Wilson
Attachment JZW-2	CEL&P Revenue Requirements Study
Thomas A. Ghidossi,	CEL&P's Proposed 2021-2026 Capital Improvement Plan ("CIP")
Petitioner's Exhibit 3	
Attachment TAG-1	Statement of Qualifications of Thomas A. Ghidossi
Attachment TAG-2	Crawfordsville Electric Light & Power Capital Improvement Plan Cost Report

Joseph A. Mancinelli - Petitioner's Exhibit 4	CEL&P Cost of Service Study and Overall Rate Design
Attachment JAM-1	Resume of Joseph A. Mancinelli
Attachment JAM-2	Cost of Service Study Model
Attachment JAM-3	Rate Design Model
Attachment JAM-4	Clean Version of the Proposed New CEL&P Tariff
Attachment JAM-5	Redlined Version of the Proposed New CEL&P Tariff
Attachment JAM-6	Rate Comparisons
Laurie A. Tomczyk - Petitioner's Exhibit 5	Lighting, Other Services and Miscellaneous/Non-recurring Fees and Charges, and New Energy Cost Adjustment ("ECA") Model
Attachment LAT-1	Resume of Laurie A. Tomczyk
Attachment LAT-2	Final Order in IURC Cause No. 36835-S3 (Current ECA Procedures)
Attachment LAT-3	New ECA Model
Attachment LAT-4	Calculation of Proposed Non-Recurring Charges
Attachment LAT-5	Calculation of Proposed LED Lighting Rates

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STATE OF INDIANA

INDIANA UTILITY REGULATORY COMMISSION

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PETITION OF THE CITY OF) **CRAWFORDSVILLE, INDIANA, BY AND**) THROUGH ITS MUNICIPAL ELECTRIC UTILITY, CRAWFORDSVILLE ELECTRIC LIGHT AND POWER, FOR APPROVAL OF A **NEW SCHEDULE OF RATES AND CHARGES** FOR ELECTRIC SERVICE AND FOR **APPROVAL TO MODIFY ITS ENERGY COST**) **ADJUSTMENT PROCEDURES**

CAUSE NO.____

VERIFIED PETITION

Petitioner, the City of Crawfordsville, Indiana ("Crawfordsville", "Petitioner" or "City"), by its municipal electric utility, Crawfordsville Electric Light and Power ("CEL&P" or "Utility"), hereby files this Petition with the Indiana Utility Regulatory Commission ("Commission") seeking approval of a new schedule of rates and charges. In support of its Petition, CEL&P states:

Crawfordsville owns and operates a municipal electric utility that serves 1.

approximately ten thousand (10,000) customers. The Utility's office is located at 808 Lafayette Road, Crawfordsville, Indiana 47374. CEL&P's operations are supervised and controlled by the Common Council of the City of Crawfordsville, which serves as CEL&P's Board of Directors and is its Board within the meaning of IC 8-1.5-3-3(a)(2).

2. CEL&P has owned and operated an electric system in Crawfordsville for 130 years, which consists of electric transmission, distribution, substation and power production facilities, which facilities are used and useful in providing adequate and efficient service to its customers.

3. Crawfordsville is a member of the Indiana Municipal Power Agency ("IMPA") and purchases all of its electric power and energy requirements from IMPA pursuant to the terms of a Power Sales Contract.

CEL&P's Present Rates

4. CEL&P collects rates and charges for the electric services it renders, which are subject to the approval of the Commission and the Common Council of the City of Crawfordsville, by ordinance, pursuant to IC 8-1.5-3-8(f). CEL&P is subject to the jurisdiction of the Commission in the manner and to the extent provided by the laws of the State of Indiana, including IC 8-1.5-3-1 *et seq.* and certain provisions of the Public Service Commission Act, as amended, which are applicable to the relief requested in this Petition.

5. CEL&P's current rates and charges for electric utility service were approved by final order of the Commission in Cause No. 44684, issued on April 13, 2016. Petitioner also files a quarterly Energy Cost Adjustment ("ECA") in a thirty-day filing in accordance with the Final Order in Cause No. 36835-S3, dated December 13, 1989, to reflect solely the changes in the cost of power and energy purchased by CEL&P from its full-requirements wholesale power provider, IMPA.

6. Pursuant to IC 8-1.5-3-8, the Utility's rates and charges "must be nondiscriminatory, reasonable, and just." CEL&P is further obligated by law to maintain rates and charges for services rendered to "produce an income sufficient to maintain the utility property in a sound physical and financial condition to render adequate and efficient service." IC 8-1.5-3-8(d).

7. These rates and charges no longer produce revenues sufficient for Crawfordsville to pay all the legal and necessary expenses incident to the operation of the Utility, including

maintenance costs, operating charges, upkeep, repairs, depreciation, and interest charges on any obligations, provide adequate money for working capital, provide adequate money for making extensions and replacements to the extent not provided for through depreciation, and compensate the City for taxes that would be due on the Utility's property if such property were privately owned. The existing rates are, therefore, unlawful.

Proposed New Electric Rates, Charges and Energy Cost Adjustment Procedures

8. Crawfordsville will propose in this case new electric rates and charges which will be sufficient to pay the Utility's expenses, including for operation, maintenance, extensions and replacements. Crawfordsville will also request a modification of the current procedures governing its Energy Cost Adjustment ("ECA") used to collect from customers the Utility's cost of energy obtained from the Utility's wholesale energy supplier, the Indiana Municipal Power Agency. Petitioner's proposed schedule of rates and charges and proposed ECA adjustment modifications are accompanied by the prepared direct testimony and exhibits of Petitioner's witnesses.

9. In accordance with 170 IAC 1-1.1-9(b) of the Commission's Rules of Practice and Procedure, the City requests that the twelve (12) month period ending February 29, 2020, be used as the test year in this case, with adjustments permitted for changes that are known, fixed, and measurable, and to be in effect within twelve (12) months after the test year, and that the cut-off date for any required adjustments that are reasonable known, fixed and measurable, be the 12-month period following the end of the test year.

10. On August 10, 2020, the Common Council for Crawfordsville ("Council") approved Ordinance No. 4, 2020, which approves the rates for which Commission approval is requested herein. A copy of Ordinance No. 4, 2020 is attached to the Direct Testimony of Phillip

R. Goode (Petitioner's Exhibit 1) as Attachment PRG-4, included in the case-in-chief filed simultaneously with this Petition. A copy of a Resolution of the Crawfordsville Utility Service Board which recommended the rates and charges to the Council is also included in that Attachment PRG-4.

11. The Utility does not have any outstanding indebtedness to the federal government.

12. In accordance with the Commission's General Administrative Order ("GAO") 2013-5, on July 3, 2013, Crawfordsville provided its Notice of Intent to File a Rate Case to the Commission (Attachment PRG-7 to Mr. Goode's Testimony, Petitioner's Exhibit 1). On that same date, a copy thereof was provided to the Indiana Office of Utility Consumer Counselor. Also pursuant to GAO 2013-5, Petitioner hereby provides its Notice of Intent to File Information required under the Minimum Standard Filing Requirements ("MSFRs"), 170 IAC 1-5-1 *et seq.*, as applicable, to provide support for this Petition and to reduce or avoid disputes.

13. Attachment PRG-6 to Mr. Goode Testimony (Petitioner's Exhibit 1) is a copy of the legal notice announcing the filing of the Petition with the Commission for an increase in CEL&P's rates and charges, and the related proof of publication will be filed with the Commission when obtained from the publisher. Said notice is also available at CEL&P's office at the address above, as well as posted on the Utility's website at <u>www.celp.com</u>. Proof of publication will be filed with the Commission after receipt from the publisher.

14. Crawfordsville considers IC 8-1-2-61, 8-1.5-3-8 and 8-1-2-42.7, IC 8-1-2.2 et seq., as well as other provisions of the Public Service Commission Act to be applicable to the relief requested in this Petition.

15. In order to expedite the proceedings in this Cause and to avoid unnecessary expense to Petitioner and its customers, Crawfordsville respectfully requests the setting of a date

for a Prehearing Conference to establish a procedural schedule for the prefiling of testimony and exhibits of the parties, establishing time period for responding to discovery and a date for the evidentiary hearing in this Cause.

16. Crawfordsville's attorneys authorized to represent it in this proceeding, each of whom is authorized to accept service of papers in this proceeding on its behalf are:

Kristina Kern Wheeler, #20957-49A Nikki Gray Shoultz, #16509-41 Bose McKinney & Evans LLP 111 Monument Circle, Suite 2700 Indianapolis, Indiana 46201 317-684-5152 (Wheeler) 317-684-5242 (Shoultz) kwheeler@boselaw.com nshoultz@boselaw.com

WHEREFORE, Petitioner, the City of Crawfordsville, Indiana, requests that the Commission issue a final order approving: (a) a new schedule of rates and charges for electric utility service rendered by Crawfordsville, (b) modification of its Energy Cost Adjustment procedures and all other appropriate relief.

Respectfully Submitted,

Kristina Kern Wheeler_

Kristina Kern Wheeler (#20957-49A) Bose McKinney & Evans LLP 111 Monument Circle, Suite 2700 Indianapolis, IN 46204 (317) 684-5000 (317) 684-5173 Fax kwheeler@boselaw.com

Counsel for Petitioner, City of Crawfordsville, Indiana

VERIFICATION

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STATE OF INDIANA

My County of Residence: MONTQOMERY SS:

COUNTY OF MONTGOMERY

Phillip R. Goode, being first duly sworn upon oath deposes and says that he is the Manager of Crawfordsville Electric Light and Power; that in such capacity he has instructed his legal counsel to file the above and foregoing Verified Petition and has the authority to do so; that he has read said Petition and knows the contents thereof; and that the statements and representations therein contained are true to the best of his knowledge and belief.

ip N. Hood

Phillip R. Goode, Manager Crawfordsville Electric Light & Power



CERTIFICATE OF SERVICE

I certify that a copy of the foregoing "Petition" was served upon the following by hand

delivery or regular mail this 19th day of August, 2020:

Scott Franson, Deputy Consumer Counselor Indiana Office of the Utility Consumer Counselor PNC Center, Suite 1500 South 115 West Washington Street Indianapolis, IN 46204 sfranson@oucc.in.gov infomgt@oucc.in.gov

Kristina Kern Wheeler Kristina Kern Wheeler

Bose McKinney & Evans LLP 111 Monument Circle, Suite 2700 Indianapolis, IN 46204 (317) 684-5000 (317) 684-5173 Fax

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Power Sales Contract

This Contract, entered into as of the first day of April, 1982, between INDIANA MUNICIPAL POWER AGENCY, a body corporate and politic and political subdivision of the State of Indiana, organized and existing under the laws of the State of Indiana (the "Agency"), and the CITY OF CRAWFORDSVILLE (the "Member").

WITNESSETH:

WHEREAS, the Agency was organized under I.C. 8-1-2.2 (the "Act") to provide a method for those Indiana cities and towns which own facilities for the distribution of electric power and energy to jointly plan, finance, develop, own and operate electric generation and transmission facilities located within the State of Indiana that are appropriate to the present and projected electric energy needs of such cities and towns; and

WHEREAS, the Agency is empowered by the Act (i) to study, plan, finance, construct, reconstruct, acquire, improve, enlarge, better, own, operate and maintain individually or jointly with one or more municipalities, joint agencies or public utilities one or more plants, works, systems or facilities located in the State of Indiana necessary or convenient in the generation, transmission, transformation, purchase, sale, exchange or interchange of electric power and energy by any means whatsoever or to acquire any interest therein or any rights to the use, output or capacity thereof, and (ii) to gener- . ate, produce, transmit, deliver, exchange, purchase or sell for resale only, electric power or energy, and (iii) to make and execute contracts and other instruments necessary or convenient in the exercise of the powers and functions of the Agency under the Act, and (iv) to do all acts and things necessary, convenient or desirable to carry out the purposes of, and to exercise the powers granted to, the Agency under the Act; and

WHEREAS, the Member owns and operates a municipal electric utility (and owned and operated the same on January 1, 1980) which furnishes retail electric service to the public and is authorized under the Act and the laws of the State of Indiana to contract to purchase from the Agency power and energy and related services; and

WHEREAS, in order to secure an adequate, reliable and economical supply of electric power and energy for the Member's municipal electric utility, the Agency and the Member have determined that the Agency will sell to the Member, and the Member will purchase from the Agency, power and energy on the terms and conditions set forth herein; and

WHEREAS, the Agency intends to acquire power and energy for sale and delivery to the Member and to other members contracting with the Agency therefor through whatever means it deems advisable, including, without rimitation, the purchase thereof from other public utilities and the ownership of generation and transmission facilities or any interest therein or output therefrom; and

WHEREAS, in order to enable the Agency to issue its revenue bonds to pay the cost of acquiring and constructing such generation, transmission or other facilities as are useful in meeting its obligations hereunder, it is necessary for the Agency to have binding contracts with the Member and each of the other Participating Members (as defined herein) and to pledge the payments required to be made under such contracts as security for the payment of such bonds;

NOW, THEREFORE, for and in consideration of the mutual covenants and agreements herein contained, it is agreed by and between the parties hereto as follows:

SECTION 1. Definitions

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Bond Resolution shall mean any one or more resolutions, trust agreements, loan agreements or other similar instruments providing for the issuance of Bonds.

Bonds shall mean electric utility revenue bonds, notes or other evidences of indebtedness, without regard to the term thereof, whether or not any issue of such Bonds shall be subordinated as to payment to any other issue of Bonds, from time to time issued by the Agency to finance any cost, expense or liability paid or incurred or to be paid or incurred by the Agency in connection with the investigating, studying, planning, engineering, designing, financing, installing, constructing, acquiring, operating, maintaining, retiring, decommissioning or disposing of any part of the System or otherwise paid or incurred or to be paid or incurred by the Agency in connection with the performance of its obligations under the Power Sales Contracts or for any other lawful purpose permitted under the Act for the System.

Contract Rate of Delivery shall have the meaning given to such term in Section 3 hereof.

Participating Members shall mean the Member and those members of the Agency that are, or hereafter become, parties to Power Sales Contracts.

Point of Delivery shall mean any point at which the Agency shall be required to deliver power and energy to the Member as set forth in paragraph 2 of Schedule A hereto, as amended from time to time.

Point of Measurement shall mean any point at which the Agency shall be required to meter power and energy delivered to the Member as set forth in paragraph 3 of Schedule A hereto, as amended

from time to time. It is understood that paragraph 3 of Schedule A shall include as a Point of Measurement the point of interconnection between any generating facility owned by the Member and the Member's distribution system.

Power Sales Contracts shall mean this Contract and other contracts providing for the sale of power and energy by the Agency to other members, as amended from time to time, provided that it shall not include any such contract which expressly provides that it is not to be considered a Power Sales Contract.

Power Supply Resources shall have the meaning given to such term in Section 3 hereof.

Prudent Utility Practice shall mean, at a particular time, any of the practices, methods and acts which, in the exercise of reasonable judgment in the light of the facts (including but not limited to the practices, methods and acts engaged in or approved by a significant portion of the electrical utility industry prior thereto) known at the time the decision was made, would have been expected to accomplish the desired result at a reasonable cost consistent with reliability and safety. Prudent Utility Practice is not intended to be limited to the optimum practice, method or act, to the exclusion of all others, but rather to be a number of possible practices, methods or acts.

Rate Schedule shall mean the rate schedule setting forth the rate for payments by the Member for electric power and energy delivered hereunder attached hereto as Schedule B, which Schedule B may be revised from time to time by a new schedule adopted by the Agency including, without limitation, any amendment, change, deletion or addition to any of the billing components, terms or conditions, or any adjustment set forth therein, including, but not limited to, amending billing demand to provide for minimum demand whether or not based on prior demand measurements.

Revenue Requirements shall mean all costs and expenses paid or incurred or to be paid or incurred by the Agency resulting from the ownership, operation, maintenance, termination, retirement from service and decommissioning of, and repair, renewals, replacements, additions, improvements, betterments and modifications to, the System or otherwise relating to the acquisition and sale of power and energy and transmission services and performance by the Agency of its obligations under the Power Sales Contracts, including, without limitation, the following items of cost:

(1) payments of principal of and premium, if any, and interest on all Bonds issued by the Agency and payments which the Agency is required to make into any debt service reserve fund or account under the terms of any Bond Resolution or other contract with holders of Bonds; (2) amount's required under any Bond Resolution to be paid or deposited into any fund or account established by such Bond Resolution (other than funds and accounts referred to in clause (1) above), including any amounts required to be paid or deposited by reason of the transfer of moneys from such funds or accounts to the funds or accounts referred to in clause (1) above;

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(3) amounts which the Agency may be required to pay for the prevention or correction of any loss or damage or for renewals, replacements, repairs, additions, improvements, betterments, and modifications which are necessary to keep any facility of the System in good operating condition or to prevent a loss of revenues therefrom;

(4) costs of operating and maintaining the System and of producing and delivering power and energy therefrom (including fuel costs, administrative and general expenses and working capital, for fuel or otherwise, and taxes or payments in lieu thereof) not included in the costs specified in the other items of this definition and costs of power supply planning and implementation associated with meeting the Agency's power supply obligations;

(5) the cost of any electric power and energy purchased for resale by the Agency under the Power Sales Contracts and the cost of transmission service for delivery of electric power and energy under the Power Sales Contracts;

(6) all costs incurred or associated with the salvage, discontinuance, decommissioning and disposition or sale of properties;

(7) all costs and expenses relating to injury and damage claims required to be paid by the Agency;

(8) any reserves the Agency shall determine to be necessary for the payment of those items of costs and expenses referred to in clauses (1) through (7) above to the extent not already included in such clauses; and

(9) additional amounts which must be realized by the Agency in order to meet the requirement of any rate covenant with respect to coverage of principal of and interest on Bonds contained in any Bond Resolution or contract with holders of Bonds or which the Agency deems advisable in the marketing of its Bonds.

System shall mean all properties, rights and interests in properties of the Agency, including all electric production,

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transmission, delivery facilities, general plant and other related facilities and any mine, well, pipeline, plant, structure or other facility for the development, production, manufacture, storage, fab-rication or processing of fossil, nuclear or fuel of any kind or any facility or rights with respect to the supply of water, in each case for use, in whole or in major part, in any of the Agency's generating plants, now existing and hereafter acquired by lease, contract, purchase or otherwise or constructed by the Agency, including any interest or participation of the Agency in any such facilities, together with all additions, betterments, extensions and improvements to said system or any part thereof hereafter made and together with all lands, easements and rights of way of the Agency and all other works, property or structures of the Agency and rights to the use of any thereof or the output, products or services therefrom or other con-tract rights, including, without limitation, rights for the purchase of power and energy, transmission or other services from others, and other tangible and intangible assets of the Agency used or useful in connection with or related to said system.

Notwithstanding the foregoing definition of the term System, such term shall not include any properties or interests in properties of the Agency which the Agency determines shall not constitute a part of the System for the purposes of this Contract.

SECTION 2. Term

This Contract shall become effective upon the issuance of an order by the Public Service Commission of Indiana acceptable to the Agency approving the Agency's acquisition of and financing for an approximate twenty-five percent (25%) undivided ownership interest in the 650 MW coal-fired generating unit (commonly referred to as the Gibson Unit No. 5) being constructed by Public Service Company of Indiana, Inc. This Contract shall remain in effect until April 1, 2032; provided, however, this Contract may be terminated by the Member at such time that all Bonds shall have been paid or provision for such payment shall have been made therefor pursuant to the Bond Resolution and all contractual obligations entered into by the Agency for the generation, purchase, transmission or transformation of power and energy have been terminated and provision has been made for the payment of any residual costs thereof.

SECTION 3. Sale and Purchase of Electricity

(a) The Agency hereby agrees to sell and deliver to the Member, and the Member hereby agrees to purchase and receive from the Agency, commencing January 1, 1983 or such earlier date as shall be determined by the Agency upon thirty days notice to the Member and extending through the term hereof, all electric power and energy which the Member shall require for the operation of its municipal electric system; provided, however, that after December 31, 2002,

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the maximum amount of power required to be sold and delivered by the Agency and purchased and received by the Member hereunder shall not exceed the Contract Rate of Delivery determined as follows: the "Contract Rate of Delivery" shall be the peak demand of the Member for power and energy under this Contract during the 60 billing periods preceding December 31, 2002, as determined by the Agency, adjusted up or down by not more than 10% so as to provide optimal utilization of the Agency's Power Supply Resources, such adjustment to be made by the Agency upon the advice of the consulting engineer to the Agency. "Power Supply Resources" shall mean those resources for the production of electric power and energy included in the System to the extent the same are employed by the Agency to supply the electric power and energy sold under the Power Sales Contracts. On or before January 1, 1999, and on or before January 1 of each year thereafter, the Agency shall advise the Member of the Agency's then best estimate of what the Member's Contract Rate of Delivery hereunder will be for the period after December 31, 2002. On or before December 31, 2002, the Agency shall notify the Member of the Member's actual Contract Rate of Delivery for the period after December 31, 2002.

In the event that, pursuant to the Public Utility Regulatory Policies Act of 1978 or other provisions of law, electric power is required to be purchased from a small power production facility, a cogeneration facility or other facility, the Member and the Agency shall use their best efforts to arrange for such purchases to be made by the Agency. If such arrangements cannot be made, then the Member shall make the required purchases and sell the power purchased to the Agency at a price equal to the price paid by the Member. The Member appoints the Agency to act as its agent in all dealings with the owner of any such facility from which power is to be purchased and in connection with all other matters relating to such purchases.

(b) The Member hereby commits itself to take and pay for all of the electric power and energy which it is required to take and receive under paragraph (a) of this Section 3 and which is made available to the Member hereunder at its Points of Measurement, such payments to be made at rates set forth in the Rate Schedule, as revised from time to time by the Agency.

(c) The Agency is hereby authorized by the Member (i) to undertake projects from time to time which, in the sole discretion and exclusive judgment of the Agency, are necessary or desirable to enable the Agency to fulfill satisfactorily its obligations to use its best efforts to

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supply power a _____ energy to the Member pursuant to this Contract and (ii) to issue Bonds for the purpose of paying all or any part of the costs of any of the projects or purposes authorized by the Act.

SECTION 4. Electric Characteristics, Points of Delivery and Measurement

Electricity to be furnished hereunder shall be three phase, sixty hertz alternating current. The Member shall make and pay for all connections between the system of the Member and the system of the Agency at the Points of Delivery. The Points of Delivery, the Points of Measurement and the delivery voltage shall be as set forth in Schedule A attached hereto, which Schedule may be amended from time to time to include such other Point or Points of Delivery and Point or Points of Measurement and delivery voltage as may be agreed upon by the Agency and the Member. Other provisions of Schedule A may be amended from time to time by the Agency in accordance with Prudent Utility Practice.

The Member shall install, own and maintain any necessary substation equipment at the Points of Delivery and shall install, own and maintain switching and protective equipment of adequate design and sufficient capacity on the Member's side of such Points of Delivery to enable the Member to take and use the power and energy supplied under this Contract without hazard to the System.

The Agency shall not be responsible for the transmission, control, use or application of power and energy provided under this Contract on the Member's side of the Point of Delivery.

The Member shall not be responsible for the transmission, control, use or application of power and energy provided under this Contract on the Agency's side of the Point of Delivery.

When electricity is measured at more than one Point of Measurement, the maximum total coincident demand of the Member's system shall be determined by combining the recorded demand at each Point of Measurement during the same 60 minute interval.

SECTION 5. Rates

(a) The Member shall pay the Agency for all electric power and energy furnished at the Points of Measurement hereunder at the rates and on the terms and conditions set forth in the Rate Schedule. The Agency may revise and place into effect new Rate Schedules from time to time. The Member agrees to pay the rates and charges set forth in the revised Rate Schedules from the effective date established by the Agency. In the event that, during any portion of any billing period, electric power is made

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available to the Member by the Agency in accordance with this Contract which the Member is required to take and receive pursuant to Section 3 hereof but which the Member fails to take and receive, the Member shall pay the Agency for such availability in an amount equal to the product of the demand charge in the Rate Schedule and the billing demand computed as provided in the Rate Schedule except. that, for such purpose, the kilowatts of demand for such billing period shall be based upon the kilowatts that would have otherwise been taken as evidenced by the total electric power consumed by the Member's customers during the billing period. Payments made by the Member under the Rate Schedule shall be treated as an operating expense from the revenues of the Member's electric utility system, or other integrated utility system of the Member of which the Member's electric utility system may be a part, to the extent permitted by law, and from other funds of such system legally available therefor and shall be in addition to and not in substitution for any other payments whether on account of dues or otherwise owed by the Member to the Agency. The obligation of the Member to make payments under the Rate Schedule shall not constitute a general obligation of the Member and the Member shall not be required to make such payments from any source other than the revenues and funds referred to in the next preceding sentence. The obligation of the Member to make payments under the Rate Schedule shall not be subject to any reduction, whether by offset, counterclaim, recoupment or otherwise, and shall not be otherwise conditioned upon the performance by the Agency under this or any other agreement or instrument; provided, however, that nothing contained herein shall be construed to prevent or restrict the Member from asserting any rights which it may have against the Agency under this Contract or under any provision of law, including the institution of legal proceedings for specific performance or recovery of damages.

The Member's electric utility system shall be deemed to be a part of an integrated utility system for purposes of Sections 5(a) and 7(a) hereof if the revenues of the electric utility system (i) are commingled with the revenues of one or more other utility systems owned by the Member, or (ii) are utilized to pay operating expenses of the Member's electric utility system and one or more other utility systems owned by the Member, or (iii) are pledged to secure bonds issued to finance one or more other utility systems owned by the Member. For purposes of this paragraph, the term "commingled" shall not be deemed to include the keeping of funds in one bank account so long as such funds are separately accounted for on the books and records of the Member.

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(b) The Agency shall establish and maintain rates in the Rate Schedule hereunder and under the other Power Sales Contracts which will provide revenues which are sufficient, but only sufficient, together with other available funds of the Agency, to meet the estimated Revenue Requirements of the Agency. In determining the rates necessary to produce sufficient revenues, the Agency shall take into account any anticipated delinquency or default in payments by Members under the Power Sales Contracts. The ratemaking methods used by the Agency to establish rates shall be consistent with Prudent Utility Practice.

At such intervals as it shall determine appropriate, but in any event not less frequently than once each calendar year, the Board of Commissioners of the Agency shall review and, if necessary, revise the Rate Schedule to insure that the rates thereunder continue to cover its estimate of the Revenue Requirements.

(c) In connection with any revision of the Rate Schedule, the Agency shall cause a notice in writing to be given to all Members which shall set out any proposed revision of the Rate Schedule with the effective date thereof, which shall be not less than sixty days after the date of the mailing of the notice, and which shall be accompanied by an analysis of the estimated Revenue Requirements for which the Rate Schedule is proposed to be revised and the derivation of the proposed rate. The Member agrees to pay for electric power and energy made available by the Agency to it hereunder after the effective date of any revision in the Rate Schedule in accordance with the Rate Schedule as so revised. Revisions of the Energy Cost Adjustment and the Control Area Cost Differential Factors set forth in Schedule B hereto or any substitutes or replacements thereof shall not require submission of the analysis of estimated Revenue Requirements and the derivation of the proposed adjustment to the Members.

SECTION 6. Covenants of the Agency

(a) After satisfying, to the extent provided for herein, the total requirements of all Participating Members, the Agency shall use its best efforts to market and dispose of, under the most economically advantageous terms and conditions obtainable, all its surplus electric power and energy which in the sole judgment of the Agency can be disposed of without adversely affecting performance by the Agency under this Contract so long as it shall not result in the breach of any Agency covenant or contract.

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(b) The Agency shall use its best efforts while following Prudent Utility Practice to provide a constant and uninterrupted supply of electric power and energy under this Contract. In the event that the Agency is not able to supply all of the electric power and energy requirements of all of the Participating Members that it is required to supply hereunder, it shall use its best efforts to allocate its electric power and energy available from its Power Supply Resources during any billing period among the Member and the other Participating Members as follows: prior to January 1, 2003 such allocation shall be made pro rata in accordance with their respective electric power and energy requirements supplied hereunder during the corresponding billing period of the preceding calendar year and thereafter such allocation shall be made pro rata in accordance with the Contract Rate of Delivery of each Participating Member. During any period the Agency is unable to supply all of the Member's electric power and energy requirements that it is required to supply hereunder, the Agency shall not in any case be liable to the Member for damages resulting from such interruption of service and the Member shall be permitted to acquire from other sources such amount of electric power and energy which is not supplied by the Agency; provided, however, that at such time as the Agency is thereafter again able to supply all of the Member's electric power and energy requirements that it is required to supply hereunder, the Member shall be required to take and pay for such electric power and energy in accordance with the provisions hereof.

(c) The Agency shall use its best efforts to acquire, by purchase or otherwise, and to deliver or cause to be delivered to the Points of Delivery, power and energy in the manner determined by the Agency to be most economical, dependable and otherwise feasible.

(d) In addition to the delivery of power and energy pursuant to this Contract and the performance of all acts and actions incident thereto, the Agency agrees that it will perform or cause to be performed services, including, but not limited to: (i) coordinating and monitoring the investigating, studying, planning, engineering, designing, financing, installing, constructing, acquiring, operating, maintaining, retiring, decommissioning or disposing of any part of the System; (ii) issuing and selling Bonds; (iii) planning, undertaking, coordinating and monitoring the economic dispatching and scheduling of power and energy to the Members, but only to the extent that the Agency possesses at the time its own load control capability; and (iv) providing such other services as the Agency from time to time shall determine to be appropriate or necessary to

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provide an adequate, reliable and economical supply of power and energy to the Members.

SECTION 7. Covenants of the Member

(a) The Member agrees to maintain rates for electric power and energy to its consumers subject to the approval of the Public Service Commission of Indiana under and pursuant to the provisions of I.C. 8-1-2 and 8-1-2.2, to the extent the Member is subject thereto, which shall provide to the Member revenues sufficient to meet its obligations to the Agency under this Contract; to pay all other operating expenses; to pay all obligations, whether now outstanding or incurred in the future, payable from, or constituting a charge or lien on, the net revenues of its electric system; and to make any other payments required by Indiana law; and, at the option of the Member, to provide any addi-· tional revenues permitted under Indiana law. The Member agrees to use its best efforts to take all actions necessary or convenient to fulfill its obligations under this Section 7(a), including, but not limited to, making timely applications for rate increases and processing such applications with diligence.

The Member further covenants and agrees that if it .maintains or establishes an integrated utility system of which its electric system is a part for its electric, water, gas, cable television, telephone and sanitary sewer systems (or any combination of two or more thereof which includes its electric system), it will establish, maintain and collect rates and charges for the services provided by its integrated utility system which shall produce revenues at least sufficient to enable the Member to pay all expenses attributable to the integrated utility system, including the expenses incurred in the operation and maintenance of the integrated utility system (including the obligations under this Contract), to pay the debt service requirements on any bonds, notes or other evidences of indebtedness, whether now outstanding or incurred in the future, secured by such revenues and issued to finance improvements to the integrated utility system and to make any other payments required by Indiana law.

The Member shall not be required to make payments under this Contract except from the revenues of the Member's electric utility system, or other integrated utility system of the Member of which the electric utility system is a part, and from other funds of such system legally available therefor. In no event shall the Member be required to make payments under this Contract from tax revenues. (b) The Memoer shall not sell at wholeSale any of the electric power and energy delivered to it hereunder to any customer of the Member or any other entity for resale by that customer or entity, unless it has first given the Agency 60 days written notice of its intent to sell such power and energy. The Agency, after receipt of such notice, shall have 30 days in which to impose limits on the amount of power and energy to be sold or to veto such sale if the sale will jeopardize the Agency's availability of resources to serve its Members or increase the cost of power and energy to the Agency.

(c) The Member shall not sell, lease or otherwise dispose of all or substantially all of its electric system except on 90 days' prior written notice to the Agency and, in any event, shall not so sell, lease or otherwise dispose of the same unless the following conditions are met: (i) the Member shall assign this Contract and its rights and interest hereunder to the purchaser or lessee of the electric system and such purchaser or lessee shall assume all obligations of the Member under this Contract; (ii) if and to the extent necessary to reflect such assignment and assumption, the Agency and such purchaser or lessee shall enter into an agreement supplemental to this Contract to clarify the terms on which power and energy are to be sold hereunder by the Agency to such purchaser or lessee; (iii) the senior debt of such purchaser or lessee shall be rated in one of the four highest whole rating categories by at least one nationally-recognized bond rating agency; (iv) the Agency shall have received an opinion of counsel of recognized standing in the field of law relating to municipal bonds selected by the Agency stating that such sale, lease or other disposition will not adversely affect the value of this Contract as security for the payment of Bonds and the interest thereon or jeopardize the tax-exempt status of the interest on any Bond or Bonds issued by the Agency as that status is governed by Section 103(a) of the Internal Revenue Code of 1954, as amended, and the Treasury Regulations or any ruling as promulgated thereunder or as affected by a decision of any court of competent jurisdiction; (v) an opinion shall be obtained from counsel of assignee and the Agency that the assignment is lawfully permitted under I.C. 8-1-2.2; and (vi) the rates to be paid by the assignee, if a public utility, have been approved by the Public Service Commission of Indiana.

(d) The Member covenants and agrees that it shall take no action the effect of which would be to prevent, hinder or delay the Agency from the timely fulfillment of its obligations under this Contract, any outstanding Bonds or any Bond Resolution of the Agency.

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(e) The Member covenants and agrees that it shall not use or permit to be used any of the power and energy acquired under this Contract in any manner or for any purpose or take any other action or omit to take any action which would result in the loss of the tax-exempt status of the interest on any Bond or Bonds issued by the Agency as that status is governed by Section 103(a) of the Internal Revenue Code of 1954, as amended, and the Treasury Regulations or any rulings promulgated thereunder or as affected by a decision of any court of competent jurisdiction. The Member covenants that, prior to entering into any contract whereby a person agrees to take, or to take or pay for, power and energy provided to the Member under this Contract, the Member shall notify the Agency of its intent to enter into such contract. As soon as practicable after receipt of such notice, the Agency shall advise the Member as to whether, in the opinion of counsel of recognized standing in the field of law relating to municipal bonds selected by the Agency, the entering into of such contract would result in a violation of the covenant contained in this subsection. The Member agrees that if the Agency advises the Member that such a violation will or might result, the Member will not enter into such contract.

(f) The Member covenants and agrees that it shall, in accordance with Prudent Utility Practice, (1) at all times operate the properties of its electric system and the business in connection therewith in an efficient manner, (2) maintain its electric system in good repair, working order and condition and (3) from time to time make all necessary and proper repairs, renewals, replacements, additions, betterments and improvements with respect to its electric system so that all times the business carried on in connection therewith shall be properly and advantageously conducted; provided, however, this covenant shall not be construed as requiring the Member to expend any funds which are derived from sources other than the operation of its electric system and provided further that nothing herein shall be construed as preventing the Member from doing so.

(g) The Member covenants and agrees that it shall not issue bonds, notes or other evidences of indebtedness or incur lease obligations which are payable from the revenues derived from its electric system superior to the payment of the operating expenses of its electric system; provided, however, that nothing herein shall limit the Member's `present or future right to issue bonds, notes or other evidences of indebtedness or incur lease obligations which are payable on a parity with operating expenses or payable from revenues after payment of operating expenses.

SECTION 8. Meter Readings and Payment of Bills

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(a) The Agency shall read meters or cause meters to be read at monthly intervals which coincide with the billing period established by the Agency in accordance with the Rate Schedule.

The Member shall pay for electric power and energy furnished hereunder at the office of the Agency, 5920 Castleway West Drive, Indianapolis, Indiana 46250 within 30 days of the bill; provided, however, that if said 30th day is a Sunday or legal holiday in the State of Indiana, the next following business day shall be the day on which such payment shall be due. In the event that the Member fails to make payment when due of any amount owing hereunder, the Agency may impose a late payment charge as provided in the Rate Schedule. The Agency shall bill the Member on a prompt and timely basis in accordance with a schedule to be determined by the Agency. The Agency may, whenever any amount due remains unpaid after the due date, take all steps available to it under applicable law to collect such amount and, after giving 15 days' advance notice in writing of its intention to do so, discontinue service hereunder if permitted by law. The Agency may, whenever any amount due remains unpaid for 120 or more days after the due date and after giving 30 days' advance notice in writing of its intention to do so, terminate this Contract. No such discontinuance or termination shall relieve the Member from liability for payment for electric power and energy furnished hereunder.

(b) In the event the Member desires to dispute all or any part of a bill, the Member shall nevertheless pay the full amount of the bill when due and notify the Agency in writing of the grounds on which any charges in the bill are disputed and the amount in dispute. The Member will not be entitled to any adjustment on account of any disputed charges which are not brought to the attention of the Agency in the manner herein specified. Such adjustment shall be for the time period for which it can be established a billing error took place but in no event shall the adjustment period extend past 365 days or, in the event of meter errors, the date of the last meter test.

SECTION 9. Metering

(a) The Agency shall furnish or cause to be furnished, install and maintain the necessary metering equipment required at each Point of Measurement of the Member to measure and record the electric power and energy furnished hereunder at such Point of Measurement. Such metering

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equipment shall provide a continuous record of the 60 minute integrated total demand of the Member at such Point of Measurement during each billing period throughout the term of this Contract. Such records shall be available at all reasonable times to authorized agents of the Member. The Member may, at its own cost, install additional metering equipment to provide a check on the Agency's metering equipment, as long as the Member's additional metering equipment does not interfere with the functioning, operation, or maintenance of the Agency's metering.

(b) The Agency shall test and calibrate meters or cause meters to be tested and calibrated by comparison with accurate standards at intervals of not less than twelve The Agency shall also make or cause to be made months. special meter tests at any time at the Member's request. The cost of all tests shall be borne by the Agency except that if any special meter test made at the Member's request shall disclose that the meters are recording accurately, the Member shall reimburse the Agency for the cost of such test. Meters registering not more than two percent above or below normal shall be deemed to be accurate. The readings for any meter which shall have been disclosed by test to be inaccurate shall be corrected in accordance with the percentage of inaccuracy found by such test from the beginning of the first billing period which began after the next preceding meter test but in any case for no period longer than 365 days. Should any meter fail to register, the electric power and energy delivered during such period of failure shall for billing purposes be estimated by the Agency after consultation with the Member from the best The Agency shall notify the Member information available. or cause the Member to be notified in advance of the time of any meter reading or test so that the Member's representative may be present at such meter reading or test.

(c) For a fractional part of a billing period at the beginning or end of service, demand charges under the Rate Schedule shall be proportionately adjusted by the Agency in the ratio that the number of hours that electric service is furnished to the Member (in such fractional billing period) bears to the total number of hours in the billing period involved. Except as provided in this paragraph (c) of this Section 9 with respect to fractional billing periods at the beginning and end of service, there shall be no proration of demand charges under the Rate Schedule for any billing period during any part of which power is made available to the Member.

(d) Neither the Agency nor the Member shall be responsible for the transmission, control, use or

application of electric power provided under this Contract on the other side of the Point of Delivery therefor and shall not, in any event, be liable for damage or injury to any person or property whatsoever arising, accruing, or resulting from, in any manner, the receiving, transmission, control, use, application, or distribution by the Agency or the Member of said electric power.

SECTION 10. Right of Access

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Duly authorized representatives of the Agency and Member shall be permitted to enter the other's premises at all reasonable times in order to carry out the provisions of this Contract.

SECTION 11. Uncontrollable Forces

Neither the Agency nor the Member shall be considered to be in default in respect to any obligation hereunder (other than the obligation of the Member to pay for electric power and energy made available hereunder to the extent payment is required by Section 5(a) hereof) if prevented from fulfilling such obligations by reason of uncontrollable forces, the term uncontrollable forces being deemed for the purposes of this Contract to mean any cause beyond the control of the party affected, including, but not limited to, failure of facilities, flood, earthquake, storm, lightning, fire, epidemic, pestilence, war, riot, civil disturbance, labor disturbance, sabotage, and restraint by court or public authority, which by due diligence and foresight such party could not reasonably have been expected to avoid. Either party rendered unable to fulfill any obligation by reason of uncontrollable forces shall exercise due diligence to remove such inability with all reasonable dispatch.

SECTION 12. Power Factor

The Member shall maintain its system power factor in accordance with paragraph 4 of Schedule A hereto.

SECTION 13. Cooperation

If it becomes necessary by reason of any emergency or extraordinary condition for either the Agency or the Member to request the other party to furnish personnel, materials, tools, or equipment for the accomplishment of its obligations hereunder, the party so requested shall cooperate with the requesting party and render such assistance as the party so requested may determine to be available. The party making such request, upon receipt of properly itemized bills from the other party, shall promptly reimburse the other party for all costs properly and reasonably incurred by it in providing such assistance. The cost shall include an amount not to exceed ten percent (10%) for administrative and general expenses; such costs are to be determined on the basis of current charges or rates used in its own operations by the party rendering the assistance.

SECTION 14. Construction, Operation and Maintenance Standards

The Member shall own, install and maintain electrical protective relaying equipment at each point of interconnection with the Agency's transmission system. The design and operating characteristics of such equipment shall be coordinated with the Agency and subject to the Agency's approval, which approval shall not be unreasonably withheld.

SECTION 15. Assignment of Power Sales Contract

(a) This Contract shall inure to the benefit of and shall be binding upon the respective successors and assigns of the parties to this Contract; provided, however, that, except for the assignment by the Agency authorized by clause (b) of this Section 15 and except for any assignment in connection with the sale, lease or other disposition of all or substantially all of the Member's electric system as provided in Section 7(c) hereof, neither this Contract nor any interest herein shall be transferred or assigned by either party hereto except with the consent in writing of the other party hereto, which consent shall not be unreasonably withheld. No assignment or transfer of this Contract shall relieve the parties of any obligation hereunder.

(b) The Member acknowledges and agrees that the Agency may assign and pledge to any trustee or similar fiduciary designated in any Bond Resolution all of, or any interest in, its right, title, and interest in and to all payments to be made to the Agency under the provisions of this Contract as security for the payment of the principal (including sinking fund installments) of, premium, if any, and interest on any Bonds and may deliver possession of this Contract to such trustee in connection therewith, and, upon such assignment, pledge and delivery, the Agency may grant to such trustee any rights and remedies herein provided to the Agency and thereupon any reference herein to the Agency shall be deemed, with the necessary changes in detail, to include such trustee which shall be a third party beneficiary of the covenants and agreements of the Member herein contained. Upon any such assignment, pledge and delivery, such trustee shall fulfill all of the obligations with respect to the Member that the Agency was required to fulfill prior to such assignment, pledge and delivery.

SECTION 16. Records and Accounts

The Agency shall keep accurate records and accounts of its properties and its operations in accordance with or so as to permit conversion to the Federal Energy Regulatory Commission Uniform System of Accounts prescribed for Class A and Class B Public Utilities and Licensees as in effect from time to time. Should the Federal Energy Regulatory Commission be modified or cease to exist, the records shall be maintained under the Uniform System of Accounts as adopted or used by whatever agency succeeds or takes over the duties of the Federal Energy Regulatory Commission. The Member shall have the right at any reasonable time to examine such accounts. The Agency shall cause such accounts to be audited annually by a firm of independent public accountants of national reputation and shall supply copies of such audits to the Member.

SECTION 17. Information

The Agency and the Member will promptly furnish to each other such information as may be reasonably requested from time to time in order to carry out more effectively the intent and purpose of this Contract or as may be reasonably necessary and convenient in the conduct of the operations of the party requesting such information. Without limiting the generality of the foregoing, the Member shall, upon request, furnish to the Agency all such information, certificates, engineering reports, feasibility reports, information relating to load forecasts and generation and transmission expansion plans, financial statements, opinions of counsel (including the opinion required by Section 19 hereof), official statements and other documents as shall be reasonably necessary in connection with financings of the Agency. The Agency shall furnish the Member with those reports required to be furnished pursuant to I.C. 8-1-2.2-25 and such other information reasonably available to it which may be requested by the Member.

SECTION 18. Amendment

Except as provided for expressly herein, neither this Contract nor any terms hereof may be terminated, amended, supplemented, waived or modified except by an instrument in writing executed by each party to this Contract.

SECTION 19. Opinions as to Validity

Upon request by the Agency after the execution and delivery of this Contract, the Member shall furnish the Agency, in form and substance satisfactory to the Agency, with (i) an opinion of its city or town attorney or attorney employed by the Member or certificates from the Member and (ii) an opinion of Ice Miller Donadio & Ryan to the effect that:

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(a) The member is a municipal corporation duly created and validly existing pursuant to the Constitution and statutes of the State of Indiana and its "governing body" (as defined in Section 2(d) of the Act) is the Common Council of the City of Crawfordsville.

(b) The Member has full legal right and authority to enter into this Contract and to carry out its obligations hereunder.

(c) The city council or town board duly approved this Contract and its execution and delivery on behalf of the Member by ordinance duly and lawfully adopted at a meeting or meetings duly called and held at which quorums were present and acting throughout and such meeting or meetings were called pursuant to necessary public notice.

(d) This Contract has been duly authorized, executed and delivered by the appropriate officers of the Member; and, assuming that the Agency has all the requisite power and authority to execute and deliver, and has duly authorized, executed and delivered, this Contract, this Contract constitutes the legal, valid and binding obligation of the Member in accordance with its terms subject, however, to the effect of, and to restrictions and limitations imposed by or resulting from, bankruptcy, insolvency, moratorium, reorganization or other similar laws affecting creditors' rights generally. No opinion need be rendered as to the availability of any particular remedy.

(e) The execution and delivery of this Contract by the Member, the performance by the Member of its obligations hereunder and the consummation of the transactions contemplated herein do not and will not contravene any existing law or any existing order, injunction, judgment, decree, rule or regulation of any court or administrative agency having jurisdiction over the Member or its property or result in a breach or violation of any of the terms and provisions of, or constitute a default under, any existing bond ordinance, trust agreement, indenture, mortgage, deed of trust or other agreement to which the Member is a party or by which it or its property is bound.

(f) All approvals, consents or authorizations of, or registrations or filings with, any governmental or public agency, authority or person required on the part of the Member in connection with the execution, delivery and performance of this Contract have been obtained or made.

(g) To the knowledge of such attorney or firm of attorneys after due inquiry, there is no litigation or

other proceedings pending or threatened in any court or other tribunal of competent jurisdiction (either State or Federal) questioning the creation, organization or existence of the Member or the validity, legality or enforceability of this Contract.

SECTION 20. Relationship to and Compliance with Other Instruments

It is recognized by the parties hereto that, in undertaking, or causing to be undertaken, the planning, financing, construction, acquisition, operation and maintenance of the System, the Agency must comply with the requirements of any Bond Resolution, any agreement with any owner or co-owner of or participant or co-participant in any facility included in the System relating to the construction, operation or maintenance thereof and all licenses, permits and regulatory approvals necessary for such planning, financing, construction, acquisition, operation and maintenance, and it is therefore agreed that this Contract is made subject to the terms and provisions of any Bond Resolution, any such agreement and all such licenses, permits, and regulatory approvals.

SECTION 21. Notices

Any notice, demand or request required or authorized by this Contract shall be properly given if mailed, postage prepaid, to the Agency at 5920 Castleway West Drive, Indianapolis, Indiana 46250, Attention: General Manager, and to the Member at:

> Crawfordsville Electric Light & Power Municipal Building P.O. Box 428 Crawfordsville, Indiana 47933 Att: Mr. Roy E. Kaser Manager

The foregoing addresses may be changed by similar notice at any time.

SECTION 22. Waivers

(a) Any waiver at any time by either party hereto of its rights with respect to a default or any matter arising in connection with this Contract shall not be deemed to be a waiver with respect to any subsequent default or matter.

(b) The failure of either party hereto to enforce at any time any of the provisions of this Contract or to require at any time performance by the other party hereto of any of the provisions hereof shall in no way be construed to be a waiver of such provisions nor in any way to affect the validity of this Contract or the right of such party thereafter to enforce each and every provision hereof.

SECTION 2 Severability

In the event that any of the terms, covenants or conditions of this Contract, or the application of any such term, covenant or condition, shall be held invalid as to any person or circumstance by any court having jurisdiction under the circumstances, the remainder of this Contract and the application of its terms, covenants or conditions to such persons or circumstances shall not be affected thereby.

SECTION 24. Applicable Law

This Contract shall be governed by and construed in accordance with the laws of the State of Indiana.

SECTION 25. Termination

In addition to any ground for termination provided in this Contract, this Contract shall terminate on January 1, 1983 in the event the Agency does not prior thereto (i) enter into contracts with Public Service Company of Indiana, Inc. to acquire an undivided ownership interest of approximately twenty-five percent (25%) of Gibson Unit No. 5 or (ii) issue Bonds to finance the purchase thereof. If prior to September 1, 1982, the Member shall not have obtained an agreement in writing of its wholesale power supplier to cancel or assign to the Agency on or before January 1, 1983 the Member's current wholesale power supply contracts, interconnection agreements or any other wholesale power supply agreements currently in effect, this Contract shall terminate. The Member hereby agrees to cooperate with the Agency and to take all reasonable and necessary actions to obtain such agreement.

SECTION 26. Survivorship of Obligations

The termination of this Contract shall not discharge either party hereto from any obligation it owes to the other party under this Contract by reason of any transaction, loss, cost, damage, expense, or liability which shall occur arise (or the circumstances, events, or basis of which shall occur or arise) prior to such termination. It is the intent of the parties hereby that any such obligation owed (whether the same shall be known or unknown at the termination of this Contract or whether the circumstances, events, or basis of the same shall be known or unknown at the termination of this Contract) shall survive the termination of this Contract.

SECTION 27. No Adverse Distinction

The Agency agrees that there shall be no pattern of adverse distinction and no pattern of undue discrimination in carrying out its obligations under this Agreement relating to the Member as compared to other Members; provided, however, that differences in

-21-

treatment between Members under Schedule A and Schedule B of this Contract based upon variances in cost of service shall not be considered a pattern of adverse distinction or a pattern of undue discrimination for purposes of this Section.

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IN WITNESS WHEREOF, the parties hereto have caused this Contract to be executed by their proper officers, respectively, being thereunto duly authorized, and their respective corporate seals to be hereto affixed, as of the day, month and year first above written.

INDIANA MUNICIPAL POWER AGENCY

By Frank udolph

Attest:

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By Secretary (SEAL)

CITY OF CRAWFORDSVILLE, INDIANA

B layor

Attest:

Clerk Treasurer (SEAL)

501.420

FIRST AMENDATORY AGREEMENT TO POWER SALES CONTRACT BETWEEN INDIANA MUNICIPAL POWER AGENCY AND THE CITY OF CRAWFORDSVILLE

This Agreement, made as of the g^{H} day of J_u/q , 2002, by and between INDIANA MUNICIPAL POWER AGENCY, a body corporate and politic and political subdivision of the State of Indiana, organized and existing under the laws of the State of Indiana (hereinafter the "Agency"), and THE CITY OF CRAWFORDSVILLE (hereinafter the "Member").

WITNESSETH:

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WHEREAS, the Agency and the Member entered into a Power Sales Contract dated April 1, 1982 by which the Agency agreed to sell and deliver to the Member, and the Member agreed to purchase and receive from the Agency, all electric power and energy which the Member required for the operation of its municipal electric system; provided, however, Section 3(a) of the Power Sales Contract provides in pertinent part that after December 31, 2002, the maximum amount of power required to be sold and delivered by the Agency and purchased and received by the Member, shall not exceed the Contract Rate of Delivery, which shall be the peak demand of the Member for power and energy under this Contract during the 60 billing periods preceding December 31, 2002, as determined by the Agency, adjusted up or down by not more than 10% so as to provide optimal utilization of the Agency's Power Supply Resources, such adjustment to be made by the Agency upon the advice of the consulting engineer to the Agency; and

WHEREAS, the Member desires to change the definition of and date for determining the Contract Rate of Delivery in Section 3(a) of the Power Sales Contract and the Agency is willing to make such changes; and

WHEREAS, the Agency has periodically advised the Member of its estimated Contract Rate of Delivery and the Member desires to continue purchasing and receiving from the Agency, all electric power and energy required for the operation of its municipal electric system, including that necessary to serve load growth through December 31, 2008 and thereafter, unless the Member elects by December 31, 2006 the Contract Rate of Delivery as provided herein; and

WHEREAS, the Agency is willing to plan for and invest in Power Supply Resources necessary to sell and deliver all electric power and energy required for the operation of the Member's municipal electric system, including that necessary to serve the Member's load growth; and

WHEREAS, the Agency and the Member desire to amend the Power Sales Contract to reflect their intentions.

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NOW, THEREFORE, in consideration of the premises and the covenants, terms and conditions hereinafter provided, the parties hereto mutually agree as follows:

1. The reference to "Power Supply Resources" in Section 1, "Definitions," of the Power Sales Contract is deleted in its entirety and the following is substituted:

Power Supply Resources shall mean those resources for the production of electric power and energy included in the System to the extent the same are employed by the Agency to supply electric power and energy sold under the Power Sales Contracts.

2. Subsection (a) of Section 3, "Sale and Purchase of Electricity," of the Power Sales Contract is deleted in its entirety and the following is substituted:

SECTION 3. Sale and Purchase of Electricity

(a) The Agency hereby agrees to sell and deliver to the Member, and the Member hereby agrees to purchase and receive from the Agency, commencing on the date of the First Amendatory Agreement and extending through the term hereof, all electric power and energy which the Member shall require for the operation of its municipal electric system, provided, however, the Member may give written notice to the Agency no later than December 31, 2006 that after December 31, 2008, the maximum amount of power required to be sold and delivered by the Agency and purchased and received by the Member hereunder shall not exceed the "Contract Rate of Delivery" as hereinafter defined. The "Contract Rate of Delivery" shall be the peak demand of the Member for power and energy under this Contract during the 60 billing periods preceding December 31, 2008, as determined by the Agency.

In the event that, pursuant to the Public Utility Regulatory Policies Act of 1978 or other provisions of law, electric power is required to be purchased from a small power production facility, a cogeneration facility or other facility, the Member and the Agency shall use their best efforts to arrange for such purchases to be made by the Agency. If such arrangements can not be made, then the Member shall make the required purchases and sell the power purchased to the Agency at a price equal to the price paid by the Member. The Member appoints the Agency to act as its agent in all dealings with the owner of any such facility from which power is to be purchased and in connection with all other matters relating to such purchases.

3. Subsection (b) of Section 6, "Covenants of the Agency," of the Power Sales Contract is deleted in its entirety and the following is substituted:

(b) The Agency shall use its best efforts while following Prudent Utility Practice to provide a constant and uninterrupted supply of electric power and energy under this Contract. In the event that the Agency is not able to supply all of the electric power and energy requirements of all of the Participating Members that it is required to supply hereunder, it shall use its best efforts to allocate its electric power and energy available from its Power Supply Resources during any billing period among the Member and the

MUNICIPAL POWER AGENCY

other Participating Members as follows: Such allocation shall be made pro rata in accordance with their respective electric power and energy requirements supplied hereunder during the corresponding billing period of the preceding calendar year. During any period the Agency is unable to supply all of the Member's electric power and energy requirements that it is required to supply hereunder, the Agency shall not in any case be liable to the Member for damages resulting from such interruption of service and the Member shall be permitted to acquire from other sources such amount of electric power and energy which is not supplied by the Agency; provided, however, that at such time as the Agency is thereafter again able to supply all of the Member's electric power and energy requirements that it is required to supply hereunder, the Member shall be required to take and pay for such electric power and energy in accordance with the provisions hereof.

IN WITNESS WHEREOF, Indiana Municipal Power Agency and the City of Crawfordsville have caused this First Amendatory Agreement to be executed by their respective duly authorized officers as of the day, month and year first above written.

ATTEST Title: will them Secretar (Seal) CITY OF CRAWFORDS By: Stephen Gentry Mavor ATTEST: Title:

Cletk-Treasurer (Seal)

SECOND AMENDATORY AGREEMENT TO POWER SALES CONTRACT BETWEEN INDIANA MUNICIPAL POWER AGENCY AND CITY OF CRAWFORDSVILLE

This Agreement, made as of the <u>11</u>th day of <u>September</u>, 2007, by and between INDIANA MUNICIPAL POWER AGENCY (hereinafter the "Agency"), a body corporate and politic and political subdivision of the State of Indiana, organized and existing under the laws of the State of Indiana, and THE CITY OF CRAWFORDSVILLE (hereinafter the "Member").

WITNESSETH:

WHEREAS, the Agency and the Member entered into a Power Sales Contract as heretofore amended and supplemented (collectively the "Contract"), attached hereto and made a part hereof, by which the Agency agreed to sell and deliver to the Member, and the Member agreed to purchase and receive from the Agency, all electric power and energy which the Member required for the operation of its municipal electric system for a term expiring April 1, 2032; and

WHEREAS, the Agency is acquiring ownership of new power supply resources that will require the issuance of debt with a long-term (at least 30-years) amortization of debt service and associated costs to provide the most economic and reliable power supply to Member and other members of the Agency; and

WHEREAS, it is in the best interests of the Agency and the Member to amend the Contract, as well as the Power Sales Contracts the Agency has entered into with other members of the Agency, to establish a term beginning Sept. 17, 2007 through April 1, 2042 to allow the Agency to issue new debt with a long-term amortization that would extend beyond the current term of the Contract; and

WHEREAS, Member is willing to amend its Contract to extend the term in the manner sought by the Agency.

NOW, THEREFORE, in consideration of the premises and the covenants, terms and conditions hereinafter provided, the parties hereto mutually agree as follows:

Section I. Section 2 of the Contract is amended in its entirety and hereafter reads as follows:

The term of this Contract shall become effective on $5ept \cdot 17$, 2007. The Contract shall remain in effect until April 1, 2042. On April 1, 2032, and on each April 1st thereafter, the Contract term shall be extended automatically for an additional one year period (i.e., on April 1, 2032, the Contract term shall extend until April 1, 2043). Notwithstanding the foregoing, this Contract may be terminated by the Member on April 1, 2042, or on any subsequent April 1st thereafter, upon the Member having given prior written notice to the

Agency pursuant to Section 21 of the Contract at least ten (10) years prior to the then current date of termination. In addition, this Contract may be terminated by the Member at such time that all Bonds shall have been paid or provision for such payment shall have been made therefore pursuant to the Bond Resolution and all contractual obligations entered into by the Agency for the generation, purchase, transmission or transformation of power and energy have been terminated and provision has been made for the payment of any residual costs thereof. In no event shall the term of this Contract exceed the maximum term permitted by law.

Section II. A new Section 28 is added to the Contract to read as follows:

SECTION 28. Indemnification.

Agency and Member shall defend and hold each other harmless from any and all claims, liability and expense, including attorneys' fees, litigation expenses and any judgment arising out of any bodily injury, death or damage to property (other than bodily injury, death or damage to property proximately caused by the other party or its servants or employees), occurring on their respective sides of the Point of delivery, including such injury, death or damage as may be suffered by Agency or Member or by third parties, except that Agency and Member shall each be responsible for all claims of its respective employees, agents and servants under workmen's compensation laws or any similar statutes. In no event shall either Agency or Member be liable to each other for any indirect, special, incidental or consequential damages with respect to any claim arising out of this Contract whether based on contract, tort, strict liability or otherwise.

Section III. Notwithstanding anything to the contrary set forth in the Contract or this Second Amendatory Agreement, the Agency may set the rates charged to the Member from time to time pursuant to the provisions of Section 5 of the Contract so as to amortize the Member's proportionate share of the debt service and associated costs incurred subsequent to the effective date of this Second Amendatory Agreement over the term of the Contract, as extended by this Second Amendatory Agreement. The modification to the Contract made by this Section II shall not be considered a pattern of adverse distinction or a pattern of undue discrimination for purposes of Section 27 of the Contract.

Section IV. The Second Amendatory Agreement to this Contract shall become effective upon execution by the Chairman or Vice Chairman of the Agency's Board of Commissioners, which shall follow the execution thereof by the Member and the delivery and acceptance of opinions and certificates required pursuant to Section 19 of the Contract. Except as expressly provided for above, the terms and conditions of the Contract herein incorporated by reference remain unchanged and unmodified.

IN WITNESS WHEREOF, Indiana Municipal Power Agency and the City of Crawfordsville have caused this Second Amendatory Agreement to be executed by their respective duly authorized officers as of the day, month and year first above written.

INDIANA MUNICIPAL POWER AGENCY By: Title: Chairman

ATTEST: Every Stort Secretary (Seal)

CITY OF CRAWFORDSVILLE By: <u>Mayor John P. Juner</u> Mayor

ATTEST: ollie Clerk-Treasurer

(Seal)

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CITY OF CRAWFORDSVILLE, INDIANA

ORDINANCE # <u>4</u> -2020

ORDINANCE ADOPTING A NEW SCHEDULE OF RATES AND CHARGES FOR SERVICES RENDERED BY CRAWFORDSVILLE ELECTRIC LIGHT & POWER

WHEREAS, the City of Crawfordsville, Indiana owns and operates its own electric Utility, Crawfordsville Electric Light & Power Company (hereinafter "CEL&P" or the "Utility"), under the supervision and control of the Board of Directors (hereinafter "Board"), of CEL&P pursuant to IC 8-1.5-3-4; and

WHEREAS, the existing rates and charges for electric services provided by the Utility were placed into effect following approval by the Indiana Utility Regulatory Commission (the "Commission") in Cause No. 44684 in a Final Order dated April 13, 2016; and

WHEREAS, the Utility has engaged the services of Crowe LLP of Indianapolis, Indiana; NewGen Strategies and Solutions, LLC of Denver, Colorado; and legal counsel at Bose McKinney & Evans LLP of Indianapolis, Indiana (together the "Rate Consultants") to perform a financial study of the revenue requirements of the Utility for the test year ending February 29, 2020, as well as a cost-of-service study, based upon the Utility's *pro forma* revenues, expenses and net original cost plant in service for such test year; and

WHEREAS, a study of the Utility's revenue requirements has been performed and the Common Council has been advised by the Board of Directors of Crawfordsville Electric Light & Power that the Utility's annual *pro forma* operating revenues do not produce sufficient revenue to meet the Utility's statutory revenue requirements, and revenues from rates and charges need to be increased by approximately 18.06% to provide for the revenue requirements set forth in IC 8-1.5-3-8; and

WHEREAS, the Board adopted Resolution No. 06-2020 on June 30, 2020, which (i) recommended approval a new schedule of rates and charges for electric service provided by CEL&P based upon a study of the Utility's revenue requirements under IC 8-1.5-3-8 and the results of a cost of service study; and (ii) pursuant to IC 8-1.5-3-4(a)(7) recommended said rates and charges to the Common Council for its review and approval; and

WHEREAS, the Utility intends to file with the Commission a verified petition seeking approval of a new schedule of electric rates and charges that would reflect reasonable and just rates and charges under IC 8-1.5-3-8; and

WHEREAS, based upon the recommendation of the Board, the Council desires to create adopt a new schedule of rates and charges for CEL&P;

NOW THEREFORE, BE IT ORDAINED BY THE COMMON COUNCIL OF THE CITY OF CRAWFORDSVILLE, INDIANA, THAT:

<u>SECTION 1</u>. The findings and determinations set forth in the preambles to this Ordinance are hereby made findings and determinations of the Council.

<u>SECTION 2</u>. Based on upon the foregoing, the Common Council of the City of Crawfordsville now finds that (i) the Utility's annual operating revenue from rates and charges should be increased by approximately 18.06%; (ii) the Utility's rates and charges should be adjusted to more accurately reflect cost-of-service; (iii) the proposed rates attached hereto as <u>Exhibit A</u> reflect therein the election of the Common Council to include in such rates and charges each of the elements of "reasonable and just charges" under IC 8-1.5-3-8, and (iii) the proposed rates attached hereto are "nondiscriminatory, reasonable and just" charges for services within the meaning of IC 8-1.5-3-8.

<u>SECTION 3</u>. The necessary and appropriate officials of the Utility, its Rate Consultants are hereby authorized an directed to file with the Commission a verified petition seeking approval of a new schedule of electric rates and charges, as well as testimony and exhibits in support thereof, in accordance with the above findings.

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<u>SECTION 4.</u> All resolutions or ordinances or parts thereof in conflict with the terms and conditions of this Ordinance are hereby repealed and replaced to the extent of the conflict.

<u>SECTION 5</u>. This Ordinance shall be in full force and effect from and after its adoption by the Common Council, approval by the Mayor, and publication as required by law, provided however, that the schedule of rates and charges herein adopted shall not become effective unless and until approved by the Indiana Utility Regulatory Commission or until such time as the Commission shall direct.

Passed and adopted by the Common Council of the City of Crawfordsville, Indiana this

10 day of <u>August</u>, 2020.

Todd D Barton, Mayor and Presiding Officer

ATTEST: <u>*Auri Madd*</u>, Clerk-Treasurer Terri Gadd

PRESENTED to the Mayor of the City of Crawfordsville, Indiana, this <u>10</u> day of <u>Curfust</u>, 2020, at <u>6:00</u> a.m.(p.m.)

uri Badd, Clerk-Treasurer

· · · · · · · · · · · · · · · · · · ·
<u>10</u> day of <u>august</u> , 2020, at <u>6:00</u> a.m. p.m.
(divisition)
Todd D. Barton
ATTEST: Jurni Madd , Clerk-Treasurer
Terri Gadd

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APPROVED by me, Todd D. Barton, Mayor of the City of Crawfordsville, Indiana, this

EXHIBIT A

New Crawfordsville Electric Light & Power Tariff

Attachment PRG-4 to the Direct Testimony of P. Goode Page 6 of 58



CRAWFORDSVILLE ELECTRIC LIGHT & POWER

RATES AND CHARGES FOR ELECTRIC SERVICE

CRAWFORDSVILLE, INDIANA

The supplying of, and billing for, service and all conditions applying thereto, are subject to the Utility's General Terms and Conditions adopted by the Crawfordsville Utility Service Board.

CRAWFORDSVILLE ELECTRIC LIGHT & POWER CRAWFORDSVILLE, INDIANA

APPENDIX A

QUARTERLY WHOLESALE PURCHASE POWER/ENERGY COST ADJUSTMENT (ECA)

RATE ADJUSTMENTS

The Rate Adjustments shall be on the basis of a Purchase Power Cost Adjustment Tracking Factor occasioned solely by changes in the cost of purchased power and energy, in accordance with the Order of the Indiana Utility Regulatory Commission (IURC or Commission), approved MM/DD/YY in Cause No. XXXXXXX, as follows:

Rate Adjustments applicable to the below listed Rate Schedules are as follows:

Rate Schedule	ECA Adjustment	Billing Unit
RS	\$X.XXXXX	Per KWH
GP & MGP	\$X.XXXXX	Per KW
	\$X.XXXXX	Per KWH
PP	\$X.XXXXX	Per KVA
	\$X.XXXXX	Per KWH
OL	\$X.XX	Per KWH
SL	\$X.XXXXX	Per KWH
TS	\$X.XX	Per KWH

(Insert Applicable Quarterly Version As Currently Approved by the IURC --

Last Approved MM/DD/YY for XX Quarter 20XX)

EFFECTIVE FOR ELECTRIC SERVICE RENDERED ON OR AFTER ______, ISSUED UNDER THE AUTHORITY OF THE INDIANA UTILITY REGULATORY COMMISSION DATED ______ IN CAUSE NO.

ISSUED BY PHILLIP GOODE MANAGER
APPENDIX B

Service Deposit	 Minimum of \$60.00 for residential service to a maximum of 2 months anticipated usage. The actual amount shall be based on the results of a credit check. 			
	 Minimum of \$120.00 for service to a maximum of 2 months anticipated usage for General Power, Primary Power and Industrial Power service. The actual amount shall be based on a credit check 			
Return Check Charge	 The greater of \$25.00 or 6% (but not more than \$250) of the amount of the check 			
Reconnect/Disconnect	- \$45.00 during normal Utility hours			
Charge	- \$120.00 outside normal Utility hours			
Temporary Charge	 \$150.00 when no more than a single span service drop and meter are required 			
Meter Test Change	 \$50.00 if customer requests a meter test less frequently than in a 36-month period and upon test, the meter accuracy is less than 3% error 			
Service Call Charge	- \$250.00 outside normal Utility hours			
Late Payment Charge	- 5% of the current unpaid balance			
Meter Base Charge	 \$50 each for residential customers for meter bases supplied by the Utility \$100 each for commercial customers for meter bases supplied by the Utility 			
Electrical Permit Fee	- \$50			
Lot Fee	- \$1,000			

SCHEDULE OF MISCELLANEOUS/NONRECURRING CHARGES

ISSUED BY PHILLIP GOODE MANAGER

RESIDENTIAL SERVICE

RATE SCHEDULE RS

Availability

Available for all residential electric service through one meter to individual residential customers in an individual residence or apartment and for single phase farm service when supplied through the farm residence meter.

Character of Service

CRAWFORDSVILLE ELECTRIC LIGHT & POWER

CRAWFORDSVILLE, INDIANA

Alternating current, sixty Hertz, single phase at a voltage of approximately 120 volts two-wire, 120/240 volts three-wire, or 120/208 volts three-wire as designated by the Utility.

Rate (Effective MM/DD/YY until subsequent rate takes effect) *

- Customer Charge — — – \$15.00 per meter per month

Rate (Effective MM/DD/YY until subsequent rate takes effect) *

- Customer Charge — — — \$15.00 per meter per month

Minimum Charge

The minimum monthly charge shall be the customer charge.

Special Terms and Conditions

This rate schedule is available for single phase service only. Where three-phase service is required and/or where such service will be used for commercial or industrial purposes the applicable rate schedules will apply to such service.

*Subject to the provisions of Appendix A and Appendix B.

ISSUED BY PHILLIP GOODE MANAGER

GENERAL POWER SERVICE

RATE SCHEDULE GP

<u>Availability</u>

Available through one meter to any customer for light and/or power purposes whose maximum load requirements do not exceed 50 Kilowatts and where the customer is located on the Utility's distribution lines suitable for supplying the service requested.

Character of Service

CRAWFORDSVILLE ELECTRIC LIGHT & POWER

CRAWFORDSVILLE, INDIANA

Alternating current, sixty Hertz, single phase at approximately 120 volts two-wire or 120/240 volts three-wire, or three-phase at approximately 240 volts, or 120/208 volts where available.

Rate (Effective MM/DD/YY until subsequent rate takes effect) *

Single Phase Service

Three Phase Service

- Customer Charge — — — — — \$60.00 per meter per month

Rate (Effective MM/DD/YY until subsequent rate takes effect) *

Single Phase Service

ISSUED BY PHILLIP GOODE MANAGER

(Continued from Sheet GP, Page 1)

Three Phase Service

- Customer Charge — — — — — \$60.00 per meter per month

*Subject to the provisions of Appendix A and Appendix B.

Minimum Charge

For single and three phase customers, the minimum monthly charge shall be the customer charge plus billed demand multiplied by the currently effective Demand Charge.

Determination of Billing Demand and Measurement of Energy

Billing demand shall be measured by suitable recording instruments provided by Utility and shall be the average number of kilowatts (KW) in the fifteen minute period during which the KW demand is greater than any other fifteen-minute interval in such month. In no case shall the minimum KW demand in a month be less than the highest recorded KW over the prior twelve-month period multiplied by 50%.

Metering Adjustment

If service is metered at a voltage of more than 480 volts, the peak demand and energy measurements shall be decreased by two percent (2%) to convert such measurements to the equivalent of metering at the Utility's secondary voltage.

Equipment Adjustment

When customer furnishes and maintains the complete substation equipment, including any and all transformers, and/or switches and/or the equipment necessary to take his entire service at the primary voltage of the transmission of distribution line from which service is to be received, a credit of \$0.30 per KVA of billing demand will be applied to each month's net bill.

ISSUED BY PHILLIP GOODE MANAGER

CRAWFORDSVILLE, INDIANA

CRAWFORDSVILLE ELECTRIC LIGHT & POWER

MUNICIPAL GENERAL POWER SERVICE

RATE SCHEDULE MGP

Availability

Available through one meter to any municipal customer for light and/or power purposes whose maximum load requirements do not exceed 50 Kilowatts and where the customer is located on the Utility's distribution lines suitable for supplying the service requested.

Character of Service

Alternating current, sixty Hertz, single phase at approximately 120 volts two-wire or 120/240 volts three-wire, or three-phase at approximately 240 volts, or 120/208 volts where available.

Rate (Effective MM/DD/YY until subsequent rate takes effect) *

Single Phase Service

- Energy Charge —————————————————————\$0.067050 per KWH
- Demand Charge—————————\$5.92 per KW

Three Phase Service

- Customer Charge — — — — — \$60.00 per meter per month

Rate (Effective MM/DD/YY until subsequent rate takes effect) *

Single Phase Service

- Energy Charge —————————————————\$0.056458 per KWH
- Demand Charge———————————\$8.92 per KW

ISSUED BY PHILLIP GOODE MANAGER

(Continued from Sheet MGP, Page 1)

Three Phase Service

CRAWFORDSVILLE, INDIANA

CRAWFORDSVILLE ELECTRIC LIGHT & POWER

- Customer Charge — — — — — \$60.00 per meter per month

*Subject to the provisions of Appendix A and Appendix B.

Minimum Charge

For single and three phase customers, the minimum monthly charge shall be the customer charge plus billed demand multiplied by the currently effective Demand Charge.

Determination of Billing Demand and Measurement of Energy

Billing demand shall be measured by suitable recording instruments provided by Utility and shall be the average number of kilowatts (KW) in the fifteen minute period during which the KW demand is greater than any other fifteen-minute interval in such month.

Metering Adjustment

If service is metered at a voltage of more than 480 volts, the peak demand and energy measurements shall be decreased by two percent (2%) to convert such measurements to the equivalent of metering at the Utility's secondary voltage.

Equipment Adjustment

When customer furnishes and maintains the complete substation equipment, including any and all transformers, and/or switches and/or the equipment necessary to take his entire service at the primary voltage of the transmission of distribution line from which service is to be received, a credit of \$0.30 per KVA of billing demand will be applied to each month's net bill.

ISSUED BY PHILLIP GOODE MANAGER

PRIMARY POWER SERVICE

RATE SCHEDULE PP

Availability

Available through one meter to any customer having a maximum load requirement of 50 kilowatts or more. Applicant must be located adjacent to the Utility's transmission or distribution line that is adequate and suitable for supplying the service requested.

Character of Service

Alternating current having a frequency of sixty Hertz and furnished at a voltage which is standard with the Utility in the area served.

Rate (Effective MM/DD/YY until subsequent rate takes effect) *

- Customer Charge — — — \$300.00 per meter per month
- Demand Charge —————————\$24.82 per kVA

Rate (Effective MM/DD/YY until subsequent rate takes effect) *

- Customer Charge — — — \$300.00 per meter per month
- Demand Charge ———————\$31.59 per kVA

Determination of Billing Demand and Measurement of Energy

Billing demand shall be measured by suitable recording instruments provided by Utility and shall be the average number of kilowatts (KW) in the fifteen minute period during which the KW demand is greater than any other fifteen-minute interval in such month. In no case shall the minimum KW demand in a month be less than the highest recorded KW over the prior twelve-month period multiplied by 50%.

ISSUED BY PHILLIP GOODE MANAGER

(Continued from Sheet PP, Page 1)

Metering Adjustment

If service is metered at a voltage of approximately 480 volts or lower, the peak demand and energy measurements shall be increased by two percent (2%) to convert such measurements to the equivalent of metering at the Utility's primary voltage.

Equipment Adjustment

When customer furnishes and maintains the complete substation equipment, including any and all transformers, and/or switches and/or the equipment necessary to take his entire service at the primary voltage of the transmission of distribution line from which service is to be received, a credit of \$0.30 per KVA of billing demand will be applied to each month's net bill.

EFFECTIVE FOR ELECTRIC SERVICE RENDERED ON OR AFTER ______, ISSUED UNDER THE AUTHORITY OF THE INDIANA UTILITY REGULATORY COMMISSION DATED ______ IN CAUSE NO.

ISSUED BY PHILLIP GOODE MANAGER

PRIMARY POWER OFF PEAK SERVICE

RATE SCHEDULE PPOP

Availability

Available to any customer taking electric service under the provisions of Rate Schedule PP (Primary Power Service).

<u>Rate</u>

The rates and charges and all provisions included in the currently approved Rate Schedule PP shall apply except as provided for below.

Measurement of Peak Demand

CRAWFORDSVILLE ELECTRIC LIGHT & POWER

CRAWFORDSVILLE, INDIANA

Peak demand shall be measured by suitable recording instruments and, in any month, the peak demand for the on-peak hours shall be the highest fifteen-minute kilovolt-ampere demand measured during such on-peak hours and the peak demand for the off-peak hours shall be the highest fifteen-minute kilovolt-ampere demand measured during such off-peak hours. Such measured kilovolt-ampere demands shall be adjusted in accordance with the Metering Adjustment provision of Rate Schedule PP.

Monthly Billing Demand

The Monthly Billing Demand for any month shall be the greatest of (1) the calculated billing demand established during the on-peak hours for the month or (2) fifty percent of the calculated billing demand established during the off- peak hours for the month, but in any month such Monthly Billing Demand shall not be less than 100 kilovolt-amperes.

On-Peak/Off-Peak Periods

Utility shall consider the following as the on-peak and off-peak billing periods for each session. All hours shall be Eastern Standard Time.

ISSUED BY PHILLIP GOODE MANAGER

(Continued from Sheet PPOP, Page 1)

On-Peak periods are defined as follows:

- All Weekdays
- Summer Period: June through September; 9:00 a.m. to 10:00 p.m.
- Winter Period: December through March; 7:00 a.m. to 9:00 p.m.
- Spring/Fall: October, November, April, May; 7:00 a.m.to 9.00 p.m.

Off-Peak periods are defined as weekends, all other hours not listed above, and the entire twenty-four (24) hours of the following National holidays:

- New Year's Day
- Memorial Day
- Independence Day
- Labor Day
- Thanksgiving Day
- Christmas Day

Whenever any of the above holidays occur on a Sunday and the following Monday is legally observed as a holiday, the entire twenty-four (24) hours of such Monday will be considered as off-peak hours.

Special Terms and Conditions

The availability of off-peak service shall be limited to an aggregate demand of not more than 30,000 kilowatts on a first come, first serve basis.

ISSUED BY PHILLIP GOODE MANAGER

INDUSTRIAL POWER SERVICE

RATE SCHEDULE IP

<u>Availability</u>

Available through one meter to any customer having a minimum load requirement of 10 megawatts or more and directly fed from the Utility's 138kV Transmission system. Applicant must be located adjacent to the Utility's transmission line that is adequate and suitable for supplying the service requested.

Character of Service

CRAWFORDSVILLE ELECTRIC LIGHT & POWER

CRAWFORDSVILLE, INDIANA

Alternating current having a frequency of sixty Hertz and furnished at a voltage which is standard with the Utility in the area served.

Rate*

- Customer Charge ———————\$600.00 per meter per month
- Demand Charge————— \$26.49 per KVA of billing demand
- Energy Charge———————————\$0.02741 per KWH for all KWH

*Subject to the provisions of Appendix A and Appendix B.

Minimum Charge

For single and three phase customers, the minimum monthly charge shall be the customer charge plus billed demand multiplied by the currently effective Demand Charge.

Determination of Billing Demand and Measurement of Energy

Billing demand shall be measured by suitable recording instruments provided by Utility ad shall be the average number of kilovolt-amperes (KVA) in the fifteen minute period during which the KVA demand is greater than any other fifteen-minute interval in such month. For those customers who are not being metered by the use of a recording instrument, the peak demand, expressed in KVA, shall be the average number of kilowatts in the recorded fifteen-minute interval in such month during which the energy metered is greater than in any other such fifteen-minute interval in such month, divided by the lagging power factor (expressed as a

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decimal) calculated for the month. In no case shall the minimum KVA demand in a month be less than the highest calculated KVA over the prior twelve-month period multiplied by 50%.

Metering Adjustment

If service is metered at a voltage of approximately 13,800 volts or lower, the peak demand and energy measurements shall be increased by two percent (2%) to convert such measurements to the equivalent of metering at the Utility's primary voltage.

Equipment Ownership

Customer must own all equipment necessary to transform the power from 138kV to its suitable working voltage. This equipment must include but is not limited to structures, foundations, large power transformer, switches, breakers, station batteries, relay protection and control, CT's, PT's, security, etc..

Customer is responsible for proper routine maintenance on its customer owned equipment in accordance with industry best practices.

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MUNICIPAL STREET LIGHTING SERVICE

RATE SCHEDULE SL

Availability

Available for street lighting within the corporate limits of the City of Crawfordsville, Indiana. The Utility will support existing lighting offerings for as long as the technology is available. The National Energy Policy Act of 2005 requires that mercury vapor (MV) lamp ballasts shall not be manufactured or imported after January 1, 2008. To the extent that the Utility has the necessary materials, the Utility will continue to maintain existing MV lamp installations in accordance with this tariff. The Energy Independence and Security Act of 2007 mandated pulse start ballasts; therefore, standard ballast Metal Halide (MH) lamps are no longer offered for new construction. To the extent that the Utility has the necessary materials, the Utility will continue to maintain existing MH lamp installations in accordance with this tariff.

Character of Service

Municipal Street Lighting Service using lamps available under this schedule.

Rate (Effective MM/DD/YY until subsequent rate takes effect) *

Type of Lamp	Rate per Lamp per Month
100 watt sodium vapor	\$ 5.38
150 watt sodium vapor	\$ 8.22
250 watt sodium vapor	\$ 21.79
400 watt sodium vapor	\$ 35.62
47 watt light emitting diode	\$4.88
81 watt light emitting diode	\$14.79
142 watt light emitting diode	\$31.02

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(Continued from Sheet SL, Page 1)

Rate (Effective MM/DD/YY until subsequent rate takes effect) *

CRAWFORDSVILLE ELECTRIC LIGHT & POWER

CRAWFORDSVILLE, INDIANA

Type of Lamp	Rate per Lamp per Month	
100 watt sodium vapor	\$ 5.90	
150 watt sodium vapor	\$ 9.02	
250 watt sodium vapor	\$ 23.90	
400 watt sodium vapor	\$ 39.07	
47 watt light emitting diode	\$4.33	
81 watt light emitting diode	\$24.31	
142 watt light emitting diode	\$40.72	

Facilities

All facilities necessary for the service hereunder, including all poles, fixtures, street lighting circuits, transformers, lamps and other necessary facilities will be furnished and maintained by the Utility.

Hours of Lighting

All lamps shall burn approximately one-half hour after sunset until approximately one-half hour before sunrise each day in the year, approximately 4,000 hours per annum.

*Subject to the provisions of Appendix A and Appendix B.

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OUTDOOR LIGHTING SERVICE

RATE SCHEDULE OL

Availability

CRAWFORDSVILLE ELECTRIC LIGHT & POWER

CRAWFORDSVILLE, INDIANA

Available only for continuous year-round service for outdoor lighting to any customer located adjacent to an electric distribution line of Utility that is adequate and suitable for supplying the service requested. The Utility will support existing lighting offerings for as long as the technology is available. The National Energy Policy Act of 2005 requires that mercury vapor (MV) lamp ballasts shall not be manufactured or imported after January 1, 2008. To the extent that the Utility has the necessary materials, the Utility will continue to maintain existing MV lamp installations in accordance with this tariff. The Energy Independence and Security Act of 2007 mandated pulse start ballasts; therefore, standard ballast Metal Halide (MH) lamps are no longer offered for new construction. To the extent that the Utility has the necessary materials, the Utility will continue to maintain existing.

Character of Service

Outdoor Lighting Service using lamps available under this rate schedule.

Rate (Effective MM/DD/YY until subsequent rate takes effect) *

Type of Lamp	Rate per Lamp per Month
100 watt sodium vapor	\$ 4.78
175 mercury vapor	\$ 8.60
250 watt sodium vapor	\$ 12.31
400 watt mercury vapor	\$ 33.50
400 watt metal halide	\$ 33.50
47 watt light emitting diode	\$ 3.96
81 watt light emitting diode	\$ 11.03
142 watt light emitting diode	\$ 32.01

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(Continued from Sheet OL, Page 1)

Rate (Effective MM/DD/YY until subsequent rate takes effect) *

Type of Lamp	Rate per Lamp per Month	
100 watt sodium vapor	\$ 4.82	
175 mercury vapor	\$ 8.68	
250 watt sodium vapor	\$ 12.42	
400 watt mercury vapor	\$ 33.79	
400 watt metal halide	\$33.79	
47 watt light emitting diode	\$3.96	
81 watt light emitting diode	\$11.03	
142 watt light emitting diode	\$32.01	

Hours of lighting

All lamps shall burn approximately one-half hour after sunset until approximately one-half hour before sunrise each day in the year, approximately 4,000 hours per annum.

Ownership of System

All facilities installed by the Utility for the service hereunder including fixtures, controls, poles, transformers, secondary lines, lamps and other equipment shall be owned and maintained by the Utility. All service and necessary maintenance will be performed only during regularly scheduled working hours of the Utility. Non-operative lamps will normally be restored to service within two working days after notification by customer.

When customer requests that a lamp be mounted on customer's building or pole, customer shall waive any claim for damages caused by such installation and/or removal of secondary and lamp support.

*Subject to the provisions of Appendix A and Appendix B.

Terms of Service

Any customer requesting service under this rate schedule shall make written application for such service for an initial period of one year, and such service shall continue from year to year thereafter unless cancelled by either party. The facilities installed by the Utility shall remain the property of the Utility and may be removed by the Utility if service is discontinued.

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(Continued from Sheet OL, Page 2)

Additional Facilities

This rate schedule is based in lighting fixtures which can be installed on an existing distribution type wood or other supporting device and served from existing secondary facilities, with not more than one span of secondary. If additional facilities are required to furnish service, the Utility will install, operate, and maintain such facilities. The labor, materials and overhead cost of installation of such additional facilities and maintenance expense thereof shall be the customer's expense.

EFFECTIVE FOR ELECTRIC SERVICE RENDERED ON OR AFTER ______, ISSUED UNDER THE AUTHORITY OF THE INDIANA UTILITY REGULATORY COMMISSION DATED ______ IN CAUSE NO.

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TRAFFIC SIGNAL SERVICE

RATE SCHEDULE TS

<u>Availability</u>

For service to the traffic signal system belonging to the City of Crawfordsville, the State of Indiana, or any other agency legally authorized to own, operate, and maintain a traffic signal system in conjunction with the regulation of traffic at "controlled intersections" of public streets or highways.

Character of Service

CRAWFORDSVILLE ELECTRIC LIGHT & POWER

CRAWFORDSVILLE, INDIANA

Alternating current, sixty Hertz, single phase, at approximately 120 volts or 120/240 volts.

Rate (Effective MM/DD/YY until subsequent rate takes effect) *

Rate (Effective MM/DD/YY until subsequent rate takes effect) *

- Standard Traffic Signal State—————————————\$ 48.72 per month per signal
- Standard Traffic Signal City——————————————\$ 48.72per month per signal
- Standard Traffic Signal INDOT——————————————\$ 48.72 per month per signal

*Subject to the provisions of Appendix A and Appendix B.

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ECONOMIC DEVELOPMENT RIDER – IMPA

• <u>Availability</u>. This Rider is available to a Qualifying Customer (as defined herein) to encourage large power users to expand or create new operations within the Utility's service territory.

• <u>Qualifications</u>. A "Qualifying Customer" is a new or existing non-residential customer in the Utility's service territory that is establishing new operations or expanding existing operations such that the new or expanded operations will result in new or additional demand of at least one (1) MW (1,000 kW) at one delivery point (the "Qualifying Demand") and the new or expanded operations has involved a capital investment of at least one million dollars (\$1,000,000) within the Utility's service territory.

For a Qualifying Customer that is expanding operations, Qualifying Demand is measured from the average monthly peak demand for the twelve (12) months immediately preceding the effective date of the Service Application. For a Qualifying Customer that is establishing new operations, Qualifying Demand is measured from zero.

A Qualifying Customer is not a customer: (1) with "new" demand that results from a change in ownership of an existing establishment without qualifying new load; (2) renewing service following interruptions such as equipment failure, temporary plant shutdown, strike, economic conditions or natural disaster; or (3) that has shifted its load from one operation or customer to another within the Utility's service territory. The Utility may determine exclusively, without recourse by the customer, whether an event has occurred that would prevent a customer from being a Qualifying Customer.

• <u>Rate Incentive</u>. Beginning with the effective date indicated in the Service Application submitted by the Qualifying Customer, Utility will receive a credit on its wholesale bill for the qualifying new load. The incentive amount received by Utility from the Indiana Municipal Power Agency for such load will be passed in full to Qualifying Customers. For references purposes, the discount to the Qualifying Customer's wholesale cost for qualifying new load will be calculated according to the following schedule:

Months 1-2	20%
Months 13-24	15%

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Months 25-35	10%
Months 37-48	10%
Months 49-60	5%

The Qualifying Customer must meet the minimum Qualifying Demand during each month of the incentive period (i.e., months 1 through 60, as designated above). Failure to meet the minimum Qualifying Demand in a particular month will result in a 0% reduction in that month.

• <u>Terms and Conditions</u>. The Qualifying Customer must submit a Service Application to the Utility specifying: (1) a description of the amount and nature of the net load; (2) the basis on which the Qualifying Customer meets the requirements of this Rider; (3) the Qualifying Customer's desired effective date; and (4) any other information required by the Utility.

This Rider will terminate on the same date that IMPA's economic development rider terminates, except that any Qualifying Customer receiving the rate incentive at the time of the Rider's termination may continue receiving the incentive for the remainder of the applicable incentive period (as long as it continues to meet the Rider's requirements).

• <u>Applicable Rate Schedules</u>. This Rider is applicable to the following rate schedules: Industrial Power Service (Rate Schedule IP) and Primary Power Service (Rate Schedule PP).

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ECONOMIC DEVELOPMENT RIDER - RETAIL

Availability of Service

In order to encourage economic development in the Utility's service area, limited-term reductions in billing demands described herein are offered to qualifying new and existing customers who make application for service under this Rider prior to January 1, 2025.

Service under this Rider is intended for specific types of commercial and industrial customers whose operations, by their nature, will promote sustained economic development based on plant and facilities investment and job creation. This Rider is available to commercial and industrial customers served under Tariff PP or Tariff IP who meet the following requirements:

- (1) **Size:** A new customer must have a billing demand of 1,000 kW or more. An existing customer must increase billing demand by 1,000 kW or more over the maximum billing demand during the 12 months prior to the date of the application by the customer for service under this Rider (Base Maximum Billing Demand).
- (2) **THD:** Total Harmonic Distortion. Both new and existing customers must comply with Standard IEEE 519-2014 or its most contemporary version, should the standard be revised.
- (3) Load Factor: Both new and existing customers must maintain a monthly load factor of at least 70%. Load factor shall be calculated as follows: "Total monthly kWH"/["peak kWD" x "Days in Billing Period" x "24 hours"].
- (4) **Power Factor:** Both new and existing customers must maintain a monthly power factor of at least 98%.
- (5) **Applicable Standards:** Both new and existing customers shall comply with the most contemporary versions of National Electric Code, National Fire Protection Association Code, and relevant IEEE standards.
- (6) **Business Type:** In no event shall service under this Rider be available to a customer whose principal business at the service location is classified in one of the following SIC Major Groups:

Standard Industrial Classification (SIC per US Dept. of Labor)

- A: Agriculture, Forestry, and Fishing
 - 01: Agricultural Production Crops
 - 02: Agriculture production livestock and animal specialties

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- 07: Agricultural Services
- 08: Forestry
- 09: Fishing, hunting, and trapping
- C: Construction
 - 15: Building Construction General Contractors and Operative Builders
 - 16: Heavy Construction Other Than Building Construction Contractors
 - 17: Construction Special Trade Contractors
- F: Wholesale Trade
 - 50: Wholesale Trade-durable Goods
 - 51: Wholesale Trade-non-durable Goods
- G: Retail Trade
 - 52: Building Materials, Hardware, Garden Supply, and Mobile Home Dealers
 - 53: General Merchandise Stores
 - 54: Food Stores
 - 55: Automotive Dealers and Gasoline Service Stations
 - 56: Apparel and Accessory Stores
 - 57: Home Furniture, Furnishings, and Equipment Stores
 - 58: Eating and Drinking Places
 - 59: Miscellaneous Retail

H: Finance, Insurance, and Real Estate

- 64: Insurance Agents, Brokers, and Service
- 65: Real Estate
- 67: Holding and Other Investment Offices
- I: Services
 - 70: Hotels, Rooming Houses, Camps, and Other Lodging Places
 - 78: Motion Pictures
 - 79: Amusement and Recreation Services

North American Industry Classification System (NAICS per OMB post 1997)

- 11: Agriculture, Forestry, Fishing and Hunting
- 22: Utilities
- 23: Construction

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- 42: Wholesale Trade
- 44: Retail Trade
- 45: Retail Stores
- 48: Transportation
- 53: Real Estate Rental and Leasing
- 71: Arts, Entertainment, and Recreation
- 72: Accommodation and Food Services
- 81: Other Services (except Public Administration)

(3) A new customer, or the expansion by an existing customer, must result in the creation of at least 10 full-time equivalent jobs (FTE) maintained over the contract term at the service location. Utility reserves the right to verify FTE job counts. Failure to maintain the minimum required FTE jobs will result in the termination of this Rider.

(4) The customer must demonstrate through form SB-1, to the Utility's satisfaction that, absent the availability of this Rider, the qualifying new or increased demand would be located outside of the Utility's service territory or would not be placed in service due to poor operating economics.

Availability is limited to customers on a first-come, first-served basis for loads aggregating to 25 MVA.

Terms and Conditions

(1) To receive service under this Rider, the customer shall make written application to the Utility, using form SB-1, with sufficient information contained therein to determine the customer's eligibility for service.

(2) For new customers, billing demands for which deductions will be applicable under this Rider shall be for service at a new service location and not merely the result of a change of ownership. Relocation of the delivery point of the Utility's service does not qualify as a new service location.

(3) For existing customers, billing demands for which deductions will be applicable under this Rider shall be the result of an increase in business activity and not merely the result of resumption of normal operations following a force majeure, strike, equipment failure, renovation or refurbishment, or other such abnormal operating condition. In the event that such an occurrence has taken place during the 12-month period prior to the date of the application by the customer

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for service under this Rider, the monthly billing demands during the 12-month period shall be adjusted as appropriate to eliminate the effects of such occurrence.

(4) All demand adjustments offered under this Rider shall terminate no later than December 31, 2030.

(5) The existing local facilities of the Utility must be deemed adequate, in the judgment of the Utility, to supply the new or expanded electrical capacity requirements of the customer. If construction of new or expanded local facilities by the Utility is required, the customer may be required to make a contribution-in-aid of construction for the installed cost of such facilities pursuant to the provisions of the Utility's Terms and Conditions of Service.

Determination of Monthly Adjusted Billing Demand.

The qualifying incremental billing demand shall be determined as the amount by which the billing demand, as determined according to Tariff PP or IP for the current billing period without this Rider, exceeds the Base Maximum Billing Demand. Such incremental billing demand shall be considered to be zero, however, unless it is at least 1,000 kW for new customers or existing customers.

The monthly adjusted billing demand under this Rider shall be the billing demand as determined according to Tariff PP or IP for the current billing period without this Rider less the product of the qualifying incremental billing demand and the applicable Adjustment Factor. No Adjustment Factors shall be applied to any portion of minimum billing demands as calculated under Tariff PP or IP.

Determination of Adjustment Factor

Standard New Development Customers – customers meeting all availability and terms and conditions above shall contract for service for a period of five (5) years with a scheduled Adjustment Factor as follows:

Year 1 25% Year 2 20% Year 3 15% Year 4 10% Year 5 05%

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Urban Redevelopment Customers – customers meeting all availability and terms and conditions above, and that (1) are locating a new business in an existing building that has been unoccupied and/or has remained dormant for at least one or more years and has no current or prior relationship with the previous occupant, as determined by the Utility, and (2) taking delivery at one point that does not require significant distribution or transmission system investment, other than the connection of service, shall qualify the same as a Standard New Development Customer.

The appropriate adjustment factor shall be applicable over a period of 60 consecutive billing months beginning with the first such month following the end of the start-up period. The start-up period shall commence with the effective date of the contract addendum for service under this Rider and shall terminate by mutual agreement between the Utility and the customer. In no event shall the start-up period exceed 12 months.

Written Annual Statement of Substantial Compliance

Customers must apply for the Economic Development Rider using Form SB-1 "Statement of Benefits" which can be found as Attachment A.

Subsequent to qualifying for the Economic Development Rider, the Customer MUST file an updated SB-1 at least 30 days prior to the anniversary of the start date identified in the Utility's confirmation that Customer is eligible for the Economic Development Rider. Failure to comply with the reporting requirements will result in termination of eligibility for the Economic Development Rider.

Terms of Contract

A contract or agreement addendum for service under this Rider, in addition to service under Tariff PP or IP, shall be executed by the customer and the Utility for the time period which includes the start-up period and the five-year period immediately following the end of the start-up period. The contract addendum shall specify the Base Maximum Billing Demand, the anticipated total demand, the Adjustment Factor and related provisions to be applicable under this Rider, and the effective date for the contract addendum.

The customer may discontinue service under this Rider before the end of the contract or agreement addendum only by reimbursing the Utility for any demand adjustments received under this Rider billed at the applicable rate.

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Special Terms and Conditions

Except as otherwise provided in this Rider, written agreements shall remain subject to all of the provisions of Tariff PP or IP. This Rider is subject to the Utility's Terms and Conditions of Service.

EFFECTIVE FOR ELECTRIC SERVICE RENDERED ON OR AFTER ______, ISSUED UNDER THE AUTHORITY OF THE INDIANA UTILITY REGULATORY COMMISSION DATED ______ IN CAUSE NO. _____

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STATEMENT OF BENEFITS	DATE	
ECONOMIC DEVELOPMENT RIDER	FORM SB-1 / EDR	
Crawfordsville Electric Light & Power		

This statement is being completed for a customer that qualifies for an "Economic Development Rider."

INSTRUCTIONS:

1. This statement must be submitted to Crawfordsville Electric Light & Power at the time application is made for the Economic Development Rider. Please carefully fill out all fields.

2. In order to remain eligible for the Economic Development Rider, this statement must be submitted annually, at least 30 days in advance of each anniversary of the Project Start Date. Failure to submit the updated SB-1 will result in termination of the Economic development Rider.

SECTION 1		CUSTOMER IN	NFORM	1ATION				
Name of Customer								
Address of Customer (number and street, city, sta	te, and ZIP code)						
Name of Contact Person				Telephone number			E-mail address	
SECTION 2	LC	CATION AND DES	CRIPTI	ON OF INCREA	SED LOAD			
Location of Property			Estimated Start Date (m		onth,	Est. Date Place	d-in-Use <i>(mo, day,</i>	
				day, year)			year)	
Description of Increase	ed load. Please describe spe	cific economic rea	asons v	why this EDR is	required for	or the n	ew load. Please a	also include
Milestones, Timeline, and Expected Outcome. (You may attach additional pages as necessary.)								
SECTION 3	ESTIMATE OF E	MPLOYEES AND S	ALARIE	ES AS A RESULT	OF PROPC	OSED PR	OJECT	
Current Number FTE		Number Retaine	ed				er Additional	
		FTE				FTE		
SECTION 4		ESTIMATE OF AI	DDITIO	NAL ELECTRIC	LOAD			
Current Peak	Current Energy	New Energy		Increase in Pe	eak	New F	Peak Demand	New Load Factor
Demand				Demand				
SECTION 5		STATE	MENT	OF COMPLIAN	CE			
Total Harmonic Distortion, (<v%, <="" i%):<="" td=""> THD V% shall b demark</v%,>		THD V% shall be demark	· · · · · · · · · · · · · · · · · · ·			THD I% shall be less than % at Utility demark		
Load Factor (LF > 70%)			ad Factor shall be greater than %					
Power Factor (PF > 989		Power Factor sh	Power Factor shall be greater than %					
	cable standards (Yes, No)	Full or partial (c	Full or partial (circle one)			Describe:		
Business Type (SIC or N	NAICS code):		SIC or NAICS code:			Describe:		
SECTION 6		CUSTOM	1er cef	RTIFICATION				
		ertify that the rep	resenta	ations in this st	atement a	re true.		
Signature of authorized representative Title		Title			Date signed (month, day, year)			
		FOR OF	FFICE	USE ONLY				
	ne general standards in acco	ordance with the E			nt Rider.			
	to 5 years as outlined below					~ (
Year 1: 15% Year 2: 10% Year 3:								
Approved (Authorized signature and title)		Telephone number		Date signed (month, day, year)				
			()				
Printed name			Crawfordsville Electric Light & Power 808 Lafayette Rd. Crawfordsville, Indiana 47933					

GREEN POWER RIDER

- 1. <u>Availability</u>. Service under the Green Power Rider ("Rider") is available to all customers currently served by Crawfordsville Electric Light & Power ("Utility"). Customer participation in the Green Power Program is completely voluntary.
- 2. <u>Character of Service</u>. Green Power is electricity generated from renewable and/or environmentally-friendly sources including, without limitation solar and wind, and may include the purchase of renewable energy certificates from the above described sources. This Rider shall provide customers with the option to specify and designate that an amount of their energy consumption be associated with Green Power. Customers would request a blocked amount of kWh usage from Green Power, with a minimum of 100 kWh purchased, and additional purchases may be made in 100 kWh block increments. Customers using this Rider will pay a surcharge as set forth below for energy consumption associated with renewable energy sources. All of the provisions and charges of the current applicable rate, including Rate Tracker, will apply to the customer's total energy usage.
- 3. <u>Green Power Rate</u>. Customers opting to purchase Green Power energy will pay an additional thirty cents (\$0.30) per 100 kWh block designated per month. All customers selecting Green Power shall designate their monthly renewable purchase in blocks of 100 kWh. Pricing under this Rider is in addition to the charges billed for service on the customer's regular tariff for service.

4. Terms and Conditions.

CRAWFORDSVILLE ELECTRIC LIGHT & POWER

CRAWFORDSVILLE, INDIANA

a. The customer shall enter into a service agreement with the Utility (the Green Power Program Registration Agreement or "Agreement") that shall specify the applicable percentage of Green Power energy consumption to be purchased monthly by the customer.

b. Service under this Rider may be limited at the sole discretion of the Utility, based on the expected amount of renewable energy available, average monthly energy usage of the customer, bill payment and collection histories.

c. The customer may sign up for the purchase of Green Power at any time and service will become effective at the beginning of the next full billing period, at which point the customer will be charged for the total amount of Green Power purchased.

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d. The customer may cancel service under this Rider at any time. However, any change in service will only become effective at the beginning of the next full billing period. The charge for Green Power will not be prorated in the billing period in which the customer cancels the Agreement.

e. The Utility will use funds collected from customers who have agreed to purchase energy under the Rider to purchase energy ⁻from renewable sources such as wind and solar powered energy.

f. The Utility reserves the right to terminate the Rider, revise the rate per kWh per month or make other changes to the Rider upon obtaining the necessary governmental approvals.

EFFECTIVE FOR ELECTRIC SERVICE RENDERED ON OR AFTER FEBRUARY 26, 2019 ISSUED UNDER THE AUTHORITY OF THE INDIANA UTILITY REGULATORY COMMISSION CONFERENCE MINUTES DATED FEBRUARY 26, 2019

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NET METERING RIDER

<u>Availability</u>

Net Metering is provided upon request and on a first-come, first-served basis. Net Metering is available to residential, commercial, and industrial customers in good standing that own and operate an eligible solar, wind, biomass, geothermal, hydroelectric, or other renewable generation source. The name plate rating of Customer's generator must not exceed 10 kW. Customers served under this tariff must also take service from Crawfordsville Electric Light & Power (Utility) under the otherwise applicable standard service tariff.

Total Net Metering participation under this tariff is limited to a total name plate rating of all Customer generators of one-tenth of one percent (0.1%) of the Utility's most recent summer peak load.

Definitions

"Net Metering" means measuring the difference in an applicable billing period between the amount of electricity supplied by the Utility to Customer who generates electricity using an eligible solar, wind, biomass, geothermal, hydroelectric or other renewable generation source and the amount of electricity generated by such respective Customer that is delivered to the Utility.

Billing

Monthly charges for energy and demand, where applicable, to serve the Customer's net or total load shall be determined according to the Utility's standard service tariff under which the Customer otherwise would be served, absent the Customer's eligible Net Metering facility. The measurement of net energy supplied by Utility and delivered to Utility shall be calculated in the following manner. Utility shall measure the difference between the amount of electricity delivered by Utility to Customer and the amount of electricity generated by the Customer and delivered to Utility during the billing period, in accordance with normal metering practices. If the kWh delivered by Utility to the Customer exceeds the kWh delivered by the Customer to Utility during the billing period, the Customer shall be billed for the kWh difference. If the kWh generated by the Customer and delivered to Utility exceeds the kWh supplied by the Utility to Customer and delivered to Utility exceeds the kWh supplied by the Utility to Customer and delivered to Utility exceeds the kWh supplied by the Utility to Customer and delivered to Utility exceeds the kWh supplied by the Utility to Customer and delivered to Utility exceeds the kWh supplied by the Utility to Customer during the billing period, the Customer shall be credited in the next billing cycle for the kWh difference. When Customer elects to discontinue Net Metering service, any unused credit will be granted to Utility. The Utility shall not purchase or wheel power produced by Net Metering facilities. Bill charges and credits will be in accordance with the standard tariff that would apply if the Customer did not participate in Net Metering under this tariff.

The Customer's standard meter, if capable of measuring electricity in both directions, will be used. If Utility determines new metering is necessary, the Utility will install metering capable of Net Metering at the Customer's expense. Additionally, the Utility reserves the

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right to install, at its own expense, a meter to measure the output of the solar, wind, biomass, geothermal, hydroelectric, or other renewable generation system.

Terms and Conditions

In order to be eligible for Net Metering, the Customer's generator must meet the following requirements:

a. All kWh must be generated from the output of solar, wind, biomass, geothermal, hydroelectric, or other renewable generation sources;

b. The generation equipment must be operated by the customer and located on the Customer's premises;

c. The generator must operate in parallel with the Utility's transmission and distribution facilities without adversely affecting the Utility's system and equipment and without presenting safety hazards or threats to the reliability of service to the Utility, its personnel and other Customers;

d. The Customer's generation must be intended primarily to offset all or part of the Customer's requirements for electricity;

e. The name plate rating of Customer's generator must not exceed 10 kW and the Customer's generation must satisfy the Interconnection requirements specified below.

Customer shall make an application for Interconnection Service and execute an Interconnection Agreement acceptable to the Utility.

Customer shall maintain homeowners, commercial, or other insurance providing coverage in the amount of at least one hundred thousand dollars (\$100,000) for the liability of the insured against loss arising out of the use of generation equipment associated with Net Metering under this tariff.

The supplying of, and billing for, service and all conditions applying, hereto, are subject to the Utility's General Terms and Conditions.

Interconnection

For generator systems 10 kW or smaller eligible for this tariff, the Utility's technical requirements consist of:

- a. IEEE 1547-2003, "IEEE Standard for interconnecting Distributed Resources with Electric Power Systems" (IEEE 1547).
- b. Current version of ANSI/NFPA 70, "National Electrical Code" (NEC).

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- c. Any other applicable local building codes.
- d. Inverter based systems listed by Underwriters Laboratories (UL) to UL Standard 1741, published May 7, 1999, as revised January 17, 2001 (UL 1741), are accepted by the Utility as meeting the technical requirements of IEEE 1547 tested by UL 174L

Conformance with these requirements does not convey any liability to the Utility for damages or injuries arising from the installation or operation of the generator system. The Utility may, at its own discretion, isolate any Net Metering facility if the Utility has reason to believe that continued interconnection with the Net Metering facility creates or contributes to a system emergency. The Utility may perform reasonable on-site inspections to verify the proper installation and continuing safe operation of the Net Metering facility and the interconnection facilities, at reasonable times and upon reasonable advance notice to the Net Metering Customer.

Customer shall operate the Net Metering facility in such a manner as not to cause undue fluctuations in voltage, intermittent load characteristics or otherwise interfere with the operation of Utility's electric system. Customers shall agree that the interconnection and operation of the facility is secondary to, and shall not interfere with, Utility's ability to meet its primary responsibility of furnishing reasonably adequate service to its customers.

Customer's control equipment for the Net Metering facility shall immediately, completely, and automatically disconnect and isolate the facility from Utility's electric system in the event of a fault on Utility's electric system, a fault on Customer's electric system, or loss of a source or sources on Utility's electric system.

Customer shall install, operate, and maintain, at Customer's sole cost and expense, the Net Metering facility in accordance with the manufacturer's suggested practices for safe, efficient and reliable operation of the facility .in parallel with Utility's electric system. Customer shall bear full responsibility for the installation, maintenance and safe operation of the Net Metering facility. Customer shall be responsible for protecting, at Customer's sole cost and expense, the Net Metering facility from any condition or disturbance on Utility's electric system, including, but not limited to, voltage sags or swells, system faults, outages, loss of a single phase of supply, equipment failures, and lightning or switching surges.

Upon reasonable advance notice to Customer, Utility shall have access at reasonable times to the Net Metering facility whether before, during or after the time facility first produces energy, to perform reasonable on-site inspections to verify that the installation and operation of the facility comply with the requirements of this tariff and to verify the proper installation and continuing safe operation of the facilities. Utility shall also have, at all times, immediate access to breakers or any other equipment that will isolate the Net Metering facility from Utility's electric system. In non-emergency situations Utility shall give Customer reasonable notice prior to isolating the Net Metering facility.

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Customer shall agree that, without the prior written permission. from Utility, shall be made to the configuration of the Net Metering facility, as that configuration is described in the Interconnection Agreement, and no relay or other control or protection settings specified in the

Interconnection Agreement shall be set, reset, adjusted or tampered with, except to the extent necessary to verify that the facility complies with the Utility approved settings.

EFFECTIVE FOR ELECTRIC SERVICE RENDERED ON OR AFTER JANUARY 13, 2009 ISSUED UNDER THE AUTHORITY OF THE INDIANA UTILITY REGULATORY COMMISSION CONFERENCE MINUTES JANUARY 13, 2009

ISSUED BY PHILLIP GOODE MANAGER

INTERCONNECTION AGREEMENT FOR NET METERING FACILITIES

THIS INTERCONNECTION AGREEMENT ("Agreement") is made and entered into this day of , 20 , by and between Crawfordsville Electric Light & Power ("Utility"), and ("Customer"). Utility and Customer are hereinafter sometimes referred to individually as "Party" or collectively as "Parties".

WITNE SETH:

CRAWFORDSVILLE, INDIANA

WHEREAS, Customer is installing, or has installed, solar, wind, biomass, geothermal, hydroelectric, or other renewable generation equipment, controls, and protective relays and equipment ("Generation Facilities") used to interconnect and operate in parallel with Utility's electric system, which Generation Facilities are more fully described in Exhibit A, attached hereto and incorporated herein by this Agreement, and as follows:

Location:

Generator Size and Type: ; and

WHEREAS, the name plate rating of the Generation Facilities does not exceed 10 kW; and

WHEREAS, Customer desires to receive service under Utility's Net Metering tariff.

NOW, THEREFORE, in consideration thereof, Customer and Utility agree as follows:

- 1. <u>Application</u>. It is understood and agreed that this Agreement applies only to the operation of the Generation Facilities described above and on Exhibit A.
- 2. Interconnection. Utility agrees to allow Customer to interconnect and operate the Generation Facilities in parallel with Utility's electric system in accordance with any operating procedures or other conditions specified in Exhibit A. By this Agreement, or by inspection, if any, or by non-rejection, or by approval, or in any other way, Utility does not give any warranty, express or implied, as to the adequacy, safety, compliance with applicable codes or requirements, or as to any other characteristics of the Generation Facilities. The Generation Facilities installed and operated by or for Customer shall comply with, and Customer represents and warrants their compliance with: (a) the National Electrical Code and the National Electrical Safety Code, as each may be revised from time to time; (b) Utility's rules and regulations applicable to Net Metering Customers, and Utility's General Terms and Conditions for Electric Service, each as contained in Utility's Electric Tariff and as each as may be revised from time to time; and (c) all other applicable local, state, and federal codes and laws, as the same may be in effect from time to time. Customer shall install, operate, and maintain, at Customer's sole cost and expense, the Generation Facilities in accordance with the management practices for safe,

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efficient and reliable operation of the Generation Facilities in parallel with Utility's electric system. Customer shall bear full responsibility for the installation, maintenance and safe operation of the Generation Facilities. Customer shall be responsible for protecting, at Customer's sole cost and expense, the Generation Facilities from any condition or disturbance on Utility's electric system, including, but not limited to, voltage sags or swells, system faults, outages, loss of a single phase of supply, equipment failures, and lightning or switching surges. Customer agrees that, without the prior written permission from Utility, no changes shall be made to the configuration of the Generation Facilities, as that configuration is described in Exhibit A, and no relay or other control or protection settings specified in Exhibit A shall be set, reset, adjusted or tampered with, except to the extent necessary to verify that the Generation Facilities comply with Utility approved settings.

- 3. Operation by Customer. Customer shall operate the Generation Facilities in such a manner as not to cause undue fluctuations in voltage, intermittent load characteristics or otherwise interfere with the operation of Utility's electric system. At all times when the Generation Facilities are being operated in parallel with Utility's electric system, Customer shall operate the Generation Facilities in a manner that no disturbance will be produced to the service rendered by Utility to any of its other customers or to any electric system interconnected with Utility's electric system. Customer understands and agrees that the interconnection and operation of the Generation Facilities pursuant to this Agreement is secondary to, and shall not interfere with, Utility's ability to meet its primary responsibility of furnishing reasonably adequate service to its customers. Customer's control equipment for the Generation Facilities shall immediately, completely, and automatically disconnect and isolate the Generation Facilities from Utility's electric system in the event of a fault on Utility's electric system, a fault on Customer's electric system, or loss of a source or sources on Utility's electric system. The automatic disconnecting device included in such control equipment shall not be capable of reclosing until after service is restored on Utility's electric system. Additionally, if the fault is with Customer's Generation Facilities, such automatic disconnecting device shall not be reclosed until after the fault is isolated from Customer's facilities. Upon Utility's request, Customer shall promptly notify Utility whenever such automatic disconnecting devices operate.
- 4. <u>Access by Utility</u>. Upon reasonable advance notice to Customer, Utility shall have access at reasonable times to the Generation Facilities whether before, during or after the time the Generation Facilities first produce energy, to perform reasonable on-site inspections to verify that the installation and operation of the Generation Facilities comply with the requirements of this Agreement and to verify the proper installation and continuing safe operation of the Generation Facilities. Utility shall also have at all times immediate access to breakers or any other equipment that will isolate the Generation Facilities from Utility's electric system. The cost of such inspection(s) shall be at Utility's expense; however, Utility shall not be responsible for any other cost Customer may incur as a result of such inspection(s). Utility shall have the

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right and authority to isolate the Generation Facilities at Utility's sole discretion if Utility Believes that: (a) continued interconnection and parallel operation of the Generation Facilities with Utility's electric system creates or contributes (or will create or contribute) to a system emergency on either Utility's or Customer's electric system; (b) the Generation Facilities are not in compliance with the requirements of this Agreement, and the non-compliance adversely affects the safety, reliability or power quality of Utility's electric system or (c) the Generation Facilities interfere with the operation of Utility's electric system. In nonemergency situations, Utility shall give Customer reasonable notice prior to isolating the Generating Facilities.

- 5. <u>Rates and Other Charges</u>. Monthly charges to serve the Customer's net load shall be determined with the Utility's Net Metering tariff and the standard service tariff under which the Customer otherwise would be served. This Agreement does not constitute an agreement by Utility to purchase or wheel power produced by the Generation Facilities, or to furnish any backup, supplemental or other power or services associated with the Generation Facilities, and this Agreement does not address any charges for excess facilities that may be installed by Utility in connection with interconnection of the Generation Facilities. It is also understood that if any such excess facilities are required, including any additional metering equipment, as determined by Utility, in order for the Generation Facilities to interconnect with and operate in parallel with Utility's electric system, then a separate excess facilities agreement shall be executed by Utility and Customer.
- 6. <u>Insurance</u>. Customer shall procure and keep in force during all periods of parallel operation of the Generation Facilities with Utility's electric system, homeowners, commercial, or other insurance to protect the interests of Utility under this Agreement, with insurance carriers acceptable to Utility, and in amounts not less than one hundred thousand dollars (\$100,000) for the liability of the insured against loss arising out of the use of generation equipment associated with Net Metering under this rider. Customer shall deliver a certificate of insurance verifying the required coverage to Utility at least fifteen (15) days prior to any interconnection of the Generation Facilities with Utility's electric system, and thereafter as requested by Utility.
- 7. <u>Indemnification</u>. Customer shall indemnify and hold harmless the Utility, City of Crawfordsville, its employees, representatives, agents and subcontractors from and against all claims, liability, damages and expenses, including attorney's fees, based on any injury to any person, including the loss of life, or damage to any property, including the loss of use thereof, arising out of, resulting from, or connected with, or that may be alleged to have arisen out of, resulted from, or connected with, an act or omission by the Customer, its employees, agents, representatives, successors or assigns in the construction, ownership, operation or maintenance of the Customer's facilities used in connection with this Agreement. Upon written request of the Utility, the Customer shall defend any suit asserting a claim covered by this Section 7. If Utility is required to bring an action to enforce its rights under this Section 7,

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either as a separate action or in connection with another action, and said rights are upheld, the Customer shall reimburse such Utility for all expenses, including attorney's fees, incurred in connection with such action.

- 8. Effective Term and Termination Rights. This Agreement shall become effective when executed by both Parties and shall continue in effect until terminated in accordance with the provisions of this Agreement. This Agreement may be terminated for the following reasons: (a) Customer may terminate this Agreement at any time by giving Utility at least sixty (60) days' prior written notice stating Customer's intent to terminate this Agreement at the expiration of such notice period; (b) Utility may terminate this Agreement at any time following Customer's failure to generate energy from the Generation Facilities in parallel with Utility's electric system within twelve (12) months after completion of the interconnection provided for by this Agreement; (c) either Party may terminate this Agreement after giving the other Party at least sixty (60) days' prior written notice that the other Party is in default of any of the material terms and conditions of this Agreement, so long as the notice specifies the basis for termination and there is reasonable opportunity for the Party in default to cure the default; or (d) Utility may terminate this Agreement at any time by giving Customer at least sixty (60) days' prior written notice in the event that there is a change in an applicable rule or statute affecting this Agreement.
- 9. <u>Termination of Any Applicable Existing Agreement</u>. From and after the date when service commences under this Agreement, this Agreement shall supersede any oral and/or written agreement or understanding between Utility and Customer concerning the service covered by this Agreement and any such agreement or understanding shall be deemed to be terminated as of the date service commences under this Agreement.
- 10. <u>Force Majeure</u>. For purposes of this Agreement, the term Force Majeure means any cause or event not reasonably within the control of the Party claiming Force Majeure, including, but not limited to, the following: acts of God, strikes, lockouts, or other industrial disturbances; acts of public enemies; orders or permits or the absence of the necessary orders or permits of any kind which have been properly applied for from the government of the United States, the State of Indiana, any political subdivision or municipal subdivision or any of their departments, agencies or officials, or any civil or military authority; unavailability of a fuel or resource used in connection with the generation of electricity; extraordinary delay in transportation; unforeseen soil conditions; equipment, material, supplies, labor or machinery shortages; epidemics; landslides; lightning; earthquakes; fires; hurricanes; tornadoes; storms; floods; washouts; drought; arrest; war; civil disturbances; explosions; breakage or accident to machinery, transmission lines, pipes or canals; partial or entire failure of utilities; breach of contract by any supplier, contractor, subcontractor, laborer or materialman; sabotage;

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EFFECTIVE FOR ELECTRIC SERVICE RENDERED ON OR AFTER ______, ISSUED UNDER THE AUTHORITY OF THE INDIANA UTILITY REGULATORY COMMISSION DATED ______ IN CAUSE NO.

injunction; blight; famine; blockade; or quarantine. If either Party is rendered wholly or partly unable to perform its obligations under this Agreement because of Force Majeure, both Parties shall be excused from whatever obligations under this Agreement are affected by the Force Majeure (other than the obligation to pay money) and shall not be liable or responsible for any delay in the performance of, or the inability to perform, any such obligations for so long as the Force Majeure continues. The Party suffering an occurrence of Force Majeure shall, as soon as is reasonably possible after such occurrence, give the other Party written notice describing the particulars of the occurrence and shall use commercially reasonable efforts to remedy its inability to perform; provided, however, that the settlement of any strike, walkout, lockout or other labor dispute shall be entirely within the discretion of the Party involved in such labor dispute.

11. <u>Choice of Law</u>. This Agreement and the rights and duties of the parties arising out of this Agreement shall be governed by, and construed in accordance with, the laws of the State of Indiana without reference to the conflict of laws rules thereof. The parties hereby submit to the jurisdiction of the Courts of Montgomery County, Indiana for purposes of all legal proceedings may arise under this Agreement. The parties hereto irrevocably waive, to the fullest extent permitted by Applicable Law, any objection which either may have or hereafter have to the personal jurisdiction of such court or the laying of the venue of any such proceeding brought in such a court and any claim that any such proceeding brought in such a court and any claim that any such proceeding brought in such a court and any claim that any Such proceeding brought in such a COURTARILY, AND INTENTIONALLY WAIVES ANY RIGHTS IT MAY HAVE TO A TRIAL BY JURY IN RESPECT OF ANY LITIGATION OR ARISING OUT OF, UNDER, OR IN CONNECTION WITH, THIS AGREEMENT, OR ANY COURSE OF CONDUCT, COURSE OF DEALING, STATEMENTS (WHETHER VERBAL OR WRITTEN), OF THE PARTIES.

IN WITNESS WHEREOF, the Parties have executed this Agreement, effective as of the date first above written.

UTILITY	CUSTOMER
Ву:	Ву:
Printed Name:	Printed Name:
Title:	

ISSUED BY		
PHILLIP GOODE		
MANAGER		

EFFECTIVE FOR ELECTRIC SERVICE RENDERED ON OR AFTER ______, ISSUED UNDER THE AUTHORITY OF THE INDIANA UTILITY REGULATORY COMMISSION DATED ______ IN CAUSE NO. _____

ORIGINAL SHEET NO. QF PAGE 2 OF 8

Rider QF – Qualifying Facilities

<u>Availability</u>

On June 28, 2017 in Cause No. 44898, the Indiana Utility Regulatory Commission (IURC or Commission) approved the assumption by the Indiana Municipal Power Agency (IMPA) of all obligations of its Commission-regulated municipal members, including Crawfordsville Electric Light & Power, to purchase energy and capacity offered by a Qualifying Facility of less than twenty megawatts (20 MW) under 170 IAC 4-4.1 (for Cogeneration and Alternate Energy Production facilities), thus any Qualifying Facilities in Crawfordsville Electric Power & Light's (the Utility) service territory shall be served by IMPA or the Utility pursuant to that Order. The provisions of this tariff, along with any interconnection agreement and the provisions of any agreement entered into between the Customer/Qualifying Facility and Crawfordsville Electric Light & Power and/or IMPA shall govern such service, as applicable.

<u>Rates</u>

Pursuant to the Order in Cause No. 44898, the Utility maintains its retail sales obligation. Any backup or supplemental power needed by a Customer with a Qualifying Facility will be sold pursuant to the Utility's applicable tariff provisions.

Interconnection

A Customer desiring to interconnect a Qualifying Facility (also referred to herein as a "renewable generation facility") with the Utility's grid shall complete an interconnection application and submit the application to the Utility for review. After receipt of the application, the Utility shall conduct such further inspection of the renewable generation facilities as the Utility deems necessary and approve or deny the application. If the application is denied, the Utility shall provide a written response to the Customer explaining why the application was denied. The Utility is hereby authorized to charge a reasonable application fee to offset costs involved with reviewing the application, inspecting the renewable generation facilities, and otherwise ensuring compliance with these rules.

If the interconnection application is approved, then the Customer agrees that no changes shall be made to the configuration of the renewable generation facilities, as that configuration is described in the application, and no relay or other control or protection settings specified in the application shall be set, reset, adjusted or tampered with, except to the extent necessary to verify

ISSUED BY PHILLIP GOODE MANAGER EFFECTIVE FOR ELECTRIC SERVICE RENDERED ON OR AFTER ______, ISSUED UNDER THE AUTHORITY OF THE INDIANA UTILITY REGULATORY COMMISSION DATED ______ IN CAUSE NO.

ORIGINAL SHEET NO. QF PAGE 2 OF 8

that the renewable generation facilities comply with the Utility's approved settings.

In addition to such other requirements as the Utility deems necessary, any renewable generation facility allowed to interconnect to the Utility's grid must comply with: (a) the National Electrical Code and the National Electrical Safety Code, as each may be revised from time to time; (b) the Utility's rules and regulations and the Utility's General Terms and Conditions for Electric Service, each as contained in the Utility's Electric Tariff and each as may be revised from time to time; and (c) all other applicable local, state, and federal codes and laws, as the same may be in effect from time to time.

For any approved renewable generation facilities interconnected to the Utility's grid, the Customer shall install, operate, and maintain, at the Customer's sole cost and expense, the renewable generation facilities in accordance with the Institute of Electrical and Electronics Engineers' applicable Standard for Interconnecting Distributed Resources with Electric Power Systems, as it may be amended from time to time. The Customer shall be responsible for protecting, at the Customer's sole cost and expense, the renewable generation facilities from any condition or disturbance on the Utility's electric system, including, but not limited to, voltage sags or swells, system faults, outages, loss of a single phase of supply, equipment failures, and lightning or switching surges.

The Customer shall operate any interconnected renewable generation facilities in such a manner as not to cause undue fluctuations in voltage, intermittent load characteristics or otherwise interfere with the operation of the Utility's electric system. At all times when the renewable generation facilities are being operated in parallel with the Utility's electric system, the Customer shall operate the renewable generation facilities in a manner that no disturbance will be produced to the service rendered by the Utility to any of its other Customers or to any electric system interconnected with the Utility's electric system. The Customer's control equipment for the renewable generation facilities shall immediately, completely, and automatically disconnect and isolate the renewable generation facilities from the Utility's electric system in the event of a fault on the Utility's electric system, a fault on the Customer's renewable generation facilities, or loss of a source or sources on the Utility's electric system. The automatic disconnecting device included in such control equipment shall not be capable of reclosing until after service is restored on the Utility's electric system. Additionally, if the fault is with the Customer's renewable generation facilities, such automatic disconnecting device shall not be reclosed until after the fault is isolated from the Customer's renewable generation facilities.

ISSUED BY PHILLIP GOODE MANAGER EFFECTIVE FOR ELECTRIC SERVICE RENDERED ON OR AFTER ______, ISSUED UNDER THE AUTHORITY OF THE INDIANA UTILITY REGULATORY COMMISSION DATED ______ IN CAUSE NO.

Upon reasonable advance notice to the Customer, the Utility shall have access to any interconnected renewable generation facilities to perform on-site inspections to verify that the installation and operation of the renewable generation facilities comply with the requirements of this tariff and to verify the proper installation and continuing safe operation of the renewable generation facilities. The Utility shall also have at all times immediate access to breakers or any other equipment that will isolate the renewable generation facilities from the Utility's electric system. The Utility shall not be responsible for any costs the Customer may incur as a result of such inspection(s). The Utility shall have the right and authority to isolate approved interconnected renewable generation facilities at the Utility's sole discretion if the Utility believes that: (a) continued interconnection and parallel operation of the renewable generation facilities with the Utility's electric system creates or contributes (or will create or contribute) to a system emergency on either the Utility's or the Customer's electric facilities; (b) the renewable generation facilities are not in compliance with the requirements of this tariff; or (c) the renewable generation facilities interfere with the operation of the Utility's electric system. In non-emergency situations, the Utility shall give the Customer reasonable notice prior to isolating the renewable generation facilities.

Customer shall procure and keep in force during all periods of parallel operation of the renewable generation facilities with the Utility's electric system, homeowners, commercial, or other insurance to protect the interests of the Utility, with an insurance carrier acceptable to the Utility, and in amounts not less than those reasonably determined by the Utility to be necessary taking into consideration the nameplate capacity, configuration and type of the renewable generation facilities. The Customer shall indemnify and hold harmless the Utility, the City of Crawfordsville, its employees, representatives, agents and subcontractors from and against all claims, liability, damages and expenses, including attorney's fees, based on any injury to any person, including the loss of life, or damage to any property, including the loss of use thereof, arising out of, resulting from, or connected with, or that may be alleged to have arisen out of, resulted from, or connected with, an act or omission by the Customer, its employees, agents, representatives, successors or assigns in the construction, ownership, operation or maintenance of the Customer's renewable generation facilities. If the Utility is required to bring an action to enforce its rights under this Agreement, either as a separate action or in connection with another action, and said rights are upheld, the Customer shall reimburse the Utility for all expenses, including attorney's fees, incurred in connection with such action.

ISSUED BY PHILLIP GOODE MANAGER

INTERCONNECTION AGREEMENT FOR QUALIFIED FACILITIES CRAWFORDSVILLE ELECTRIC LIGHT & POWER

THIS INTERCONNECTION AGREEMENT ("Agreement") is made and entered into this _____ day of, 20____, by and between Crawfordsville Electric Light & Power ("Utility"), and _____ ("Customer"). Utility and Customer are hereinafter sometimes referred to individually as "Party" or collectively as "Parties".

WITNESSETH:

WHEREAS, Customer is installing, or has installed, solar, wind, biomass, geothermal, hydroelectric, or other renewable generation equipment, controls, and protective relays and equipment ("Generation Facilities" or "Qualified Facilities") used to interconnect and operate in parallel with Utility's electric system, which Generation Facilities are more fully described in Exhibit A, attached hereto and incorporated herein by this Agreement, and as follows:

Location:_____

Generator Size and Type: _____; and

WHEREAS, the name plate rating of the Generation Facilities does not exceed 20 megawatts ("MW"); and

WHEREAS, Customer desires to receive service under Utility's Qualified Facilities ("QF") tariff.

NOW, THEREFORE, in consideration thereof, Customer and Utility agree as follows:

1. <u>Application.</u> It is understood and agreed that this Agreement applies only to the operation of the Generation Facilities described above and on Exhibit A.

2. <u>Interconnection.</u> Utility agrees to allow Customer to interconnect and operate the Generation Facilities in parallel with Utility's electric system in accordance with any operating procedures or other conditions specified in Exhibit A. By this Agreement, or by inspection, if any, or by non-rejection, or by approval, or in any other way, Utility does not give any warranty, express or implied, as to the adequacy, safety, compliance with applicable codes or requirements, or as to any other characteristics of the Generation Facilities. The Generation Facilities installed and operated by or for Customer shall comply with, and Customer represents and warrants their compliance with: (a) the National Electrical Code and the National Electrical Safety Code, as each may be revised from time to time; (b) Utility's rules and regulations

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applicable to Qualified Facilities, and Utility's General Terms and Conditions for Electric Service,

each as contained in Utility's Electric Tariff and as each as may be revised from time to time; (c) all other applicable local, state, and federal codes and laws, as the same may be in effect from time to time; and any other requirements as the Utility deems necessary. Customer shall install, operate, and maintain, at Customer's sole cost and expense, the Generation Facilities in accordance with the Institute of Electric and Electronics Engineers' applicable Standard for Interconnecting Distributed Resources with Electric Power Systems, as it may be amended from time to time. Customer shall bear full responsibility for the installation, maintenance and safe operation of the Generation Facilities. Customer shall be responsible for protecting, at Customer's sole cost and expense, the Generation Facilities from any condition or disturbance on Utility's electric system, including, but not limited to, voltage sags or swells, system faults, outages, loss of a single phase of supply, equipment failures, and lightning or switching surges. Customer agrees that, without the prior written permission from Utility, no changes shall be made to the configuration of the Generation Facilities, as that configuration is described in Exhibit A, and no relay or other control or protection settings specified in Exhibit A shall be set, reset, adjusted or tampered with, except to the extent necessary to verify that the Generation Facilities comply with Utility approved settings.

3. Operation by Customer. Customer shall operate the Generation Facilities in such a manner as not to cause undue fluctuations in voltage, intermittent load characteristics or otherwise interfere with the operation of Utility's electric system. At all times when the Generation Facilities are being operated in parallel with Utility's electric system, Customer shall operate the Generation Facilities in a manner that no disturbance will be produced to the service rendered by Utility to any of its other Customers or to any electric system interconnected with Utility's electric system. Customer understands and agrees that the interconnection and operation of the Generation Facilities pursuant to this Agreement is secondary to, and shall not interfere with, Utility's ability to meet its primary responsibility of furnishing reasonably adequate service to its Customers. Customer's control equipment for the Generation Facilities shall immediately, completely, and automatically disconnect and isolate the Generation Facilities from Utility's electric system in the event of a fault on Utility's electric system, a fault on Customer's electric system, or loss of a source or sources on Utility's electric system. The automatic disconnecting device included in such control equipment shall not be capable of reclosing until after service is restored on Utility's electric system. Additionally, if the fault is with Customer's Generation Facilities, such automatic disconnecting device shall not be reclosed until after the fault is isolated from Customer's facilities.

4. <u>Access by Utility.</u> Upon reasonable advance notice to Customer, Utility shall have access to any interconnected facilities whether before, during or after the time the Generation Facilities first produce energy, to perform on-site inspections to verify that the installation and

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operation of the Generation Facilities comply with the requirements of this Agreement, the Utility's Tariff, and to verify the proper installation and continuing safe operation of the

Generation Facilities. Utility shall also have, at all times, immediate access to breakers or any other equipment that will isolate the Generation Facilities from Utility's electric system. The Utility shall not be responsible for any costs Customer may incur as a result of such inspection(s). Utility shall have the right and authority to isolate the Generation Facilities at Utility's sole discretion if Utility believes that: (a) continued interconnection and parallel operation of the Generation Facilities with Utility's electric system creates or contributes (or will create or contribute) to a system emergency on either Utility's or Customer's electric system; (b) the Generation Facilities are not in compliance with the requirements of this Agreement or the Utility's Tariff; or (c) the Generations, Utility shall give Customer reasonable notice prior to isolating the Generating Facilities.

5. <u>Rates and Other Charges.</u> On June 28, 2017 in Cause No. 44898, the Indiana Utility Regulatory Commission ("IURC" or "Commission") approved the assumption by the Indiana Municipal Power Agency ("IMPA") of all obligations of its Commission-regulated municipal members, including Crawfordsville Electric Light & Power, to purchase energy and capacity offered by a Qualifying Facility of greater than ten kilowatts (10 kw) and less than twenty megawatts (20 MW) under 170 IAC 4-4.1 (for Cogeneration and Alternate Energy Production facilities). Thus, Customer shall execute a separate Power Purchase Agreement with IMPA. The Utility maintains its retail sales obligation, and any backup or supplemental power needed by the Customer will be sold pursuant to the Utility's applicable tariff provisions.

6. <u>Insurance</u>. Customer shall procure and keep in force during all periods of parallel operation of the Generation Facilities with Utility's electric system, homeowners, commercial, or other insurance to protect the interests of Utility under this Agreement, with an insurance carrier acceptable to Utility, and in amounts not less than that reasonably determined by the Utility to be necessary taking into consideration the nameplate capacity, configuration and type of Generation Facilities, for the liability of the insured against loss arising out of the use of generation equipment associated with the Qualified Facility. Customer shall deliver a certificate of insurance verifying the required coverage to Utility at least fifteen (15) days prior to any interconnection of the Generation Facilities with Utility's electric system, and thereafter as requested by the Utility.

7. <u>Indemnification.</u> Customer shall indemnify and hold harmless the Utility, City of Crawfordsville, its employees, representatives, agents and subcontractors from and against all claims, liability, damages and expenses, including attorney's fees, based on any injury to any person, including the loss of life, or damage to any property, including the loss of use thereof,

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arising out of, resulting from, or connected with, or that may be alleged to have arisen out of, resulted from, or connected with, an act or omission by the Customer, its employees, agents, representatives, successors or assigns in the construction, ownership, operation or maintenance of the Customer's facilities used in connection with this Agreement. Upon written request of the Utility, the Customer shall defend any suit asserting a claim covered by this Section 7. If Utility is required to bring an action to enforce its rights under this Agreement, either as a separate action or in connection with another action, and said rights are upheld, the Customer shall reimburse such Utility for all expenses, including attorney's fees, incurred in connection with such action.

8. Effective Term and Termination Rights. This Agreement shall become effective when executed by both Parties and shall continue in effect until terminated in accordance with the provisions of this Agreement. This Agreement may be terminated for the following reasons: (a) Customer may terminate this Agreement at any time by giving Utility at least sixty (60) days prior written notice stating Customer's intent to terminate this Agreement and the disconnection of any Generating Facilities in parallel operation with the Utility's facilities at the expiration of such notice period; (b) Utility may terminate this Agreement at any time following Customer's failure to generate energy from the Generation Facilities in parallel with Utility's electric system within twelve (12) months after completion of the interconnection provided for by this Agreement; (c) either Party may terminate this Agreement at any time by giving the other Party at least sixty (60) days prior written notice that the other Party is in default of any of the material terms and conditions of this Agreement, so long as the notice specifies the basis for termination and there is reasonable opportunity for the Party in default to cure the default; or (d) Utility may terminate this Agreement at any time by giving Customer at least sixty (60) days prior written notice in the event that there is a change in an applicable rule or statute affecting this Agreement.

9. <u>Termination of Any Applicable Existing Agreement.</u> From and after the date when service commences under this Agreement, this Agreement shall supersede any oral and/or written agreement or understanding between Utility and Customer concerning the service covered by this Agreement and any such agreement or understanding shall be deemed to be terminated as of the date service commences under this Agreement.

10. <u>Force Majeure.</u> For purposes of this Agreement, the term Force Majeure means any cause or event not reasonably within the control of the Party claiming Force Majeure, including, but not limited to, the following: acts of God, strikes, lockouts, or other industrial disturbances; acts of public enemies; orders or permits or the absence of the necessary orders or permits of any kind which have been properly applied for from the government of the United States, the State of Indiana, any political subdivision or municipal subdivision or any of their departments, agencies or officials, or any civil or military authority; unavailability of a fuel or resource used in connection with the generation of electricity; extraordinary delay in

ISSUED BY PHILLIP GOODE MANAGER

transportation; unforeseen soil conditions; equipment, material, supplies, labor or machinery shortages; epidemics; landslides; lightning; earthquakes; fires; hurricanes; tornadoes; stout's; floods; washouts; drought; arrest; war; civil disturbances; explosions; breakage or accident to machinery, transmission lines, pipes or canals; partial or entire failure of utilities; breach of contract by any supplier, contractor, subcontractor, laborer or materialman; sabotage; injunction; blight; famine; blockade; or quarantine. If either Party is rendered wholly or partly unable to perform its obligations under this Agreement because of Force Majeure, both Parties shall be excused from whatever obligations under this Agreement are affected by the Force Majeure (other than the obligation to pay money) and shall not be liable or responsible for any delay in the performance of, or the inability to perform, any such obligations for so long as the Force Majeure continues. The Party suffering an occurrence of Force Majeure shall, as soon as is reasonably possible after such occurrence, give the other Party written notice describing the particulars of the occurrence and shall use commercially reasonable efforts to remedy its inability to perform; provided, however, that the settlement of any strike, walkout, lockout or other labor dispute shall be entirely within the discretion of the Party involved in such labor dispute.

11. <u>Choice of Law.</u> This Agreement and the rights and duties of the parties arising out of this Agreement shall be governed by, and construed in accordance with, the laws of the State of Indiana without reference to the conflict of laws rules thereof. The parties hereby submit to the jurisdiction of the Courts of Montgomery County, Indiana for purposes of all legal proceedings may arise under this Agreement. The parties hereto irrevocably waive, to the fullest extent permitted by Applicable Law, any objection which either may have or hereafter have to the personal jurisdiction of such court or the laying of the venue of any such proceeding brought in such a court and any claim that any such proceeding brought in such a court has been brought in an inconvenient forum. EACH OF THE PARTIES HERETO HEREBY KNOWINGLY, VOLUNTARILY, AND INTENTIONALLY WAIVES ANY RIGHTS IT MAY HAVE TO A TRIAL BY JURY IN RESPECT OF ANY LITIGATION OR ARISING OUT OF, UNDER, OR IN CONNECTION WITH, THIS AGREEMENT, OR ANY COURSE OF CONDUCT, COURSE OF DEALING, STATEMENTS (WHETHER VERBAL OR WRITTEN), OF THE PARTIES.

IN WITNESS WHEREOF, the Parties have executed this Agreement, effective as of the date first above written.

UTILITY:	CUSTOMER:
Ву:	Ву:
Printed Name:	Printed Name:
Title:	Title:

ISSUED BY PHILLIP GOODE MANAGER

CITY OF CRAWFORDSVILLE, INDIANA

ORDINANCE # <u>4</u> -2020

ORDINANCE ADOPTING A NEW SCHEDULE OF RATES AND CHARGES FOR SERVICES RENDERED BY CRAWFORDSVILLE ELECTRIC LIGHT & POWER

WHEREAS, the City of Crawfordsville, Indiana owns and operates its own electric Utility, Crawfordsville Electric Light & Power Company (hereinafter "CEL&P" or the "Utility"), under the supervision and control of the Board of Directors (hereinafter "Board"), of CEL&P pursuant to IC 8-1.5-3-4; and

WHEREAS, the existing rates and charges for electric services provided by the Utility were placed into effect following approval by the Indiana Utility Regulatory Commission (the "Commission") in Cause No. 44684 in a Final Order dated April 13, 2016; and

WHEREAS, the Utility has engaged the services of Crowe LLP of Indianapolis, Indiana; NewGen Strategies and Solutions, LLC of Denver, Colorado; and legal counsel at Bose McKinney & Evans LLP of Indianapolis, Indiana (together the "Rate Consultants") to perform a financial study of the revenue requirements of the Utility for the test year ending February 29, 2020, as well as a cost-of-service study, based upon the Utility's *pro forma* revenues, expenses and net original cost plant in service for such test year; and

WHEREAS, a study of the Utility's revenue requirements has been performed and the Common Council has been advised by the Board of Directors of Crawfordsville Electric Light & Power that the Utility's annual *pro forma* operating revenues do not produce sufficient revenue to meet the Utility's statutory revenue requirements, and revenues from rates and charges need to be increased by approximately 18.06% to provide for the revenue requirements set forth in IC 8-1.5-3-8; and

WHEREAS, the Board adopted Resolution No. 06-2020 on June 30, 2020, which (i) recommended approval a new schedule of rates and charges for electric service provided by CEL&P based upon a study of the Utility's revenue requirements under IC 8-1.5-3-8 and the results of a cost of service study; and (ii) pursuant to IC 8-1.5-3-4(a)(7) recommended said rates and charges to the Common Council for its review and approval; and

WHEREAS, the Utility intends to file with the Commission a verified petition seeking approval of a new schedule of electric rates and charges that would reflect reasonable and just rates and charges under IC 8-1.5-3-8; and

WHEREAS, based upon the recommendation of the Board, the Council desires to create adopt a new schedule of rates and charges for CEL&P;

NOW THEREFORE, BE IT ORDAINED BY THE COMMON COUNCIL OF THE CITY OF CRAWFORDSVILLE, INDIANA, THAT:

<u>SECTION 1</u>. The findings and determinations set forth in the preambles to this Ordinance are hereby made findings and determinations of the Council.

<u>SECTION 2</u>. Based on upon the foregoing, the Common Council of the City of Crawfordsville now finds that (i) the Utility's annual operating revenue from rates and charges should be increased by approximately 18.06%; (ii) the Utility's rates and charges should be adjusted to more accurately reflect cost-of-service; (iii) the proposed rates attached hereto as <u>Exhibit A</u> reflect therein the election of the Common Council to include in such rates and charges each of the elements of "reasonable and just charges" under IC 8-1.5-3-8, and (iii) the proposed rates and charges attached hereto are "nondiscriminatory, reasonable and just" charges for services within the meaning of IC 8-1.5-3-8.

<u>SECTION 3</u>. The necessary and appropriate officials of the Utility, its Rate Consultants are hereby authorized an directed to file with the Commission a verified petition seeking approval of a new schedule of electric rates and charges, as well as testimony and exhibits in support thereof, in accordance with the above findings.

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<u>SECTION 4.</u> All resolutions or ordinances or parts thereof in conflict with the terms and conditions of this Ordinance are hereby repealed and replaced to the extent of the conflict.

<u>SECTION 5</u>. This Ordinance shall be in full force and effect from and after its adoption by the Common Council, approval by the Mayor, and publication as required by law, provided however, that the schedule of rates and charges herein adopted shall not become effective unless and until approved by the Indiana Utility Regulatory Commission or until such time as the Commission shall direct.

Passed and adopted by the Common Council of the City of Crawfordsville, Indiana this

10 day of <u>August</u>, 2020.

Todd D Barton, Mayor and Presiding Officer

ATTEST: <u>*Auri Madd*</u>, Clerk-Treasurer Terri Gadd

PRESENTED to the Mayor of the City of Crawfordsville, Indiana, this <u>10</u> day of <u>Curfust</u>, 2020, at <u>6:00</u> a.m.(p.m.)

urui <u>Madd</u>, Clerk-Treasurer

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<u>10</u> day of <u>august</u> , 2020, at <u>6:00</u> a.m. p.m.
(divisition)
Todd D. Barton
ATTEST: Jurni Badd, Clerk-Treasurer
Terri Gadd

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×.

APPROVED by me, Todd D. Barton, Mayor of the City of Crawfordsville, Indiana, this

EXHIBIT A

New Crawfordsville Electric Light & Power Tariff

[Note Tariff Exhibit not repeated herein, same as Exhibit A to Rate Ordinance above.]



Crawfordsville Electric Light & Power

P.O. Box 428 • 808 Lafayette Road • Crawfordsville, IN 47933 Phone (765) 362-1900 • Fax (765) 364-8224 • www.celp.com

PUBLIC NOTICE

August 11, 2020

For the first time in five years, CEL&P has filed a request with the Indiana Utility Regulatory Commission (IURC) to change its base electric rates, to be effective on a phase-in basis beginning in 2021. CEL&P will also be petitioning the IURC to implement a Temporary Rate Rider to be effective October 1, 2020. The Temporary Rate Rider will be applied to all kilowatt hours (kWh) sold across all rate classes. The Rider is being put in place to correct a mathematical error in CEL&P's 2016 Rate Case (IURC Cause No. 44684). Amounts per kWh for the temporary rider are detailed in the table below. The total impact of these rate increases over two years (2021-2022) will be approximately \$12.82 for the average residential customer.

Temporary Rider to be Effective 08/01/2020	Rider	Billing Unit
Residential	\$0.003445	Per KWH
General Power		
Single Phase	\$0.003416	Per KWH
Three Phase	\$0.005439	Per KWH
Municipal Power		
Single Phase	\$0.003710	Per KWH
Three Phase	\$0.005237	Per KWH
Primary Power	\$0.001601	Per KWH

Even with this proposed increase, CEL&P will still be among Indiana's lowest cost providers of electricity. These filings will be made with the IURC on or after August 11, 2020, and details will be available on the IURC's website at <u>www.in.gov/iurc</u>.

PUBLIC NOTICE

IN THE MATTER OF THE PETITION OF CRAWFORDSVILLE ELECTRIC LIGHT AND POWER FOR APPROVAL OF A NEW SCHEDULE OF RATES AND CHARGES

PUBLIC NOTICE is hereby given that, on ______, Crawfordsville Electric Light & Power filed with the Indiana Utility Regulatory Commission a Verified Petition seeking approval of a new schedule of electric rates and charges. The Utility Service Board of the City of Crawfordsville, Indiana recommended by Resolution No. 6, 2020 that the Common Council adopt a new schedule of rates and charges for electric service in accordance with IC 8-1.5-3-8. The recommended rates and charges are structured to reflect the results of a cost of service study. The details of the filing are set forth in the Verified Petition and in testimony and exhibits filed with the Commission in Cause No. _____, and available on the Commission's website at <u>www.in.gov/iurc</u>.

Crawfordsville Electric Light & Power Phillip R. Goode, Manager

> Terri Gadd, Clerk-Treasurer City of Crawfordsville, Indiana



Kristina Kern Wheeler Direct Dial: (317) 684-5152

> Fax: (317) 223-0152 E-Mail: KWheeler@boselaw.com

ATTORNEYS AT LAW

July 14, 2020

Via E-Mail and U.S. Mail

Ms. Mary M. Becerra Secretary of the Commission Indiana Utility Regulatory Commission PNC Center 101 W. Washington St., Suite 1500 East Indianapolis, IN 46204 William I. Fine
Utility Consumer Counselor
Indiana Office of the Utility Consumer
Counselor
PNC Center
101 W. Washington St., Suite 1500 South
Indianapolis, IN 46204

Re: Notice of Intent to File Rate Case Pursuant to GAO 2013-5 Crawfordsville Electric Light & Power

Dear Ms. Becerra and Mr. Fine:

This letter is provided in accordance with the Indiana Utility Regulatory Commission ("IURC") General Administrative Order ("GAO") 2013-5, which provides the Recommended Best Practices for Rate Cases Submitted under IC 8-1-2-42.7 ("Section 42.7). At least thirty (30) days after the date of this letter, the City of Crawfordsville, Indiana ("Crawfordsville"), which operates a municipal electric utility pursuant to IC 8-1-2-1(h) and IC 8-1.5 *et seq.* that is commonly known as "Crawfordsville Electric Light and Power", plans to file a general rate case pursuant to Section 42.7. Crawfordsville welcomes the opportunity to meet with the Indiana Office of the Utility Consumer Counselor ("OUCC") and any interested stakeholders prior to the filing of its rate case.

As always, should you have any questions, feel free to contact me.

Sincerely,

Kustina Kern Wheeler

Kristina Kern Wheeler

111 Monument Circle, Suite 2700 | Indiana polis, Indiana 46204 | (317) 684-5000 | (317) 684-5173 (fax) | www.boselaw.com

BOSE McKINNEY & EVANS LLP

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cc: Mr. James Huston, IURC Chairman
 Ms. Beth Heline, IURC General Counsel
 Mr. Ryan Heater, IURC Executive Director
 Ms. Jane Steinhauer, IURC Energy Division Director
 Mr. Randall Helmen, OUCC Chief Deputy Consumer Counselor
 Ms. Abby Gray, OUCC Executive Director of Legal Operations
 Ms. Barbara Smith, OUCC Executive Director of Technical Operations
 Ms. Stacie Grucia, OUCC Electric Division Director

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