

Resolution No. 2017- 03

**A RESOLUTION OF THE UTILITY SERVICE BOARD OF THE CITY OF LEBANON,
INDIANA RECOMMENDING THE ADOPTION OF A RESOLUTION OF THE
ECONOMIC DEVELOPMENT RIDER**

WHEREAS, the Lebanon Utility Service Board (the "Board") operates a municipal utility known as Lebanon Utilities (the "Utility");

WHEREAS, the Board recognizes the need to stimulate growth and to maintain a sound economy within the City of Lebanon, Indiana;

WHEREAS, Lebanon Utilities is a member of the Indiana Municipal Power Agency ("IMPA");

WHEREAS, IMPA adopted an Economic Development Rider (the "IMPA Rider") available to all IMPA members with customers that meet the IMPA Rider's requirements; and

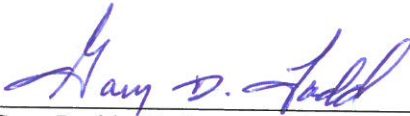
WHEREAS, the incentives provided by the IMPA Rider are to be passed through to customers that meet the IMPA Rider's requirements through the adoption by this Council of a local Economic Development Rider (attached as Exhibit A).

NOW THEREFORE BE IT RESOLVED BY THE LEBANON UTILITY SERVICE BOARD:

SECTION 1. The findings and determinations set forth in the preambles to this Resolution are hereby made findings and determinations of the Board.

SECTION 2. The Economic Development Rider attached hereto as Exhibit A is hereby recommended by the City of Lebanon, to be effective immediately.

For Adoption this 12 day of July, 2017.



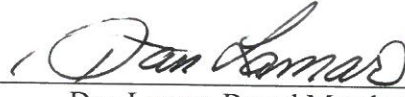
Gary Ladd, Chairman of the Board



Neil Taylor, Vice Chairman of the Board



Jim Urban, Secretary of the Board

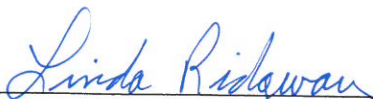


Dan Lamar, Board Member



Bill Stoner, Board Member

Attest:



Linda Ridgway, Executive Assistant

EXHIBIT A

**ECONOMIC DEVELOPMENT RIDER
(POWER SALES RATE SCHEDULE B)**

1. **Availability.** This Rider is available to any and all Members with a Qualifying Customer (as defined herein) as an economic development tool to encourage large power users to expand or create new operations within Member service territories.
2. **Qualifications.** A "Qualifying Customer" is a new or existing non-residential customer in the Member'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 (1000 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 Member'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 Member's service territory. IMPA may determine exclusively, without recourse by the Member or customer, whether an event has occurred that would prevent a customer from being a Qualifying Customer.

Before a Member may request this Rider, the Member must adopt a local Economic Development Rider mirroring the incentives of this Rider, which incentives would be for the benefit of the Qualifying Customer.

3. **Rate Incentive.** Beginning with the effective date indicated in the Service Application submitted by the Qualifying Customer to the Member, a reduction in the Member's monthly bill will be applied to the cost for the qualifying new load under this Rider according to the following schedule:

Months 1-12	20%
Months 13-24	15%
Months 25-36	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 0% reduction for that month.

4. **Terms and Conditions.** The Qualifying Customer must submit a Service Application to the Member specifying: (1) a description of the amount and nature of the new load; (2) the basis on which the Qualifying Customer meets the requirements of the Member's local Economic Development Rider; (3) the Qualifying Customer's desired effective date; and (4) such other information as the Member may require. To receive the incentive each month, the Member will be required to demonstrate to IMPA that the Qualifying Customer used the minimum Qualifying Demand each month. .

This Rider will terminate on December 31, 2018, except that any Member 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 it continues to serve a Qualifying Customer that first received an incentive under the Member's local Economic Development Rider before December 31, 2018).