ORDINANCE NO. 2018-

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF SAN MARCOS, TEXAS CONSOLIDATING FIVE COMMERCIAL AND INDUSTRIAL ELECTRIC RATE CLASSES INTO TWO LARGE GENERAL SERVICE RATE CLASSES BY ELIMINATING THE TEXAS STATE UNIVERSITY COGENERATION CONTRACT AND ALL PRIMARY AND SECONDARY KEY ACCOUNTS AS RECOMMENDED BY THE CITIZENS UTILITY ADVISORY BOARD; REDUCING THE ENERGY CHARGE AND DEMAND CHARGE ASSOCIATED WITH SUCH LARGE GENERAL SERVICE RATE CLASSES; INCLUDING PROCEDURAL PROVISIONS; AND PROVIDING AN EFFECTIVE DATE.

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SAN MARCOS, TEXAS:

SECTION 1. The commercial and industrial electric rate classes consisting of Large General Service Primary, Large General Service Secondary, Texas State Cogeneration Contract, Primary Key Account and Secondary Key Account are hereby modified by eliminating Texas State Cogeneration Contract, Primary Key Account and Secondary Key Account as individual rate classes and moving accounts under such rate classes to either the Large General Service Primary or Large General Service Secondary rate classes, as applicable.

SECTION 2. The energy charge for Large General Service rate classes is reduced from a rate of \$0.0081 to \$0.0065, and the demand charge for Large General Service rate classes is reduced from a rate of \$3.17 to \$3.00.

SECTION 3. If any word, phrase, clause, sentence, or paragraph of this ordinance is held to be unconstitutional or invalid by a court of competent jurisdiction, the other provisions of this ordinance will continue in force if they can be given effect without the invalid portion.

SECTION 4. All ordinances and resolutions or parts of ordinances or resolutions in conflict with this ordinance are repealed.

SECTION 5. This ordinance will take effect after its passage, approval and adoption on second reading. However, the rate classification changes and reductions in energy and demand charges shall become effective on January 1, 2019.

PASSED AND APPROVED on first reading on November 7, 2018.

PASSED, APPROVED AND ADOPTED on second reading on November 20, 2018.

John Thomaides Mayor

| Attest: | Approved: |
|----------------|----------------------|
| Jamie Lee Case | Michael J. Cosentino |
| City Clerk | City Attorney |