



# CITY OF LODI

# COUNCIL COMMUNICATION

**AGENDA TITLE:** Set Public Hearing for October 16, 2002 to consider Electric Rate Changes for all classes excluding Residential SHARE Program and Residential Medical Rider due to California Independent System Operator (CAISO) Charges (EUD)

**MEETING DATE:** September 18, 2002

**PREPARED BY:** Electric Utility Director

**RECOMMENDED ACTION:** That the City Council set a public hearing for October 16, 2002 to consider Electric Rate Changes for all classes excluding Residential SHARE Program and Residential Medical Rider due to California Independent System Operator (CAISO) Charges.

**BACKGROUND INFORMATION:** The City of Lodi Electric Utility Department (EUD) as of September 1, 2002 entered into a new contractual arrangement with the CAISO to provide transmission and ancillary services due to the expiration of a previous agreement with Pacific Gas & Electric (PG&E). PG&E is not interested in continuing to provide these services. The Northern California Power Agency (NCPA) under this arrangement will act as the EUD's agent. The CAISO is the only provider of these services in a reasonable manner due to its unique size and Lodi's location relative to transmission. Unfortunately, due to the monopolistic nature of these services, an increase in cost on the order of \$2 million is anticipated annually. This would represent approximately a 5% increase in base rates. The proposed ordinance presented will incorporate this 5% increase into the current base rates. The increase will be distributed across all classes including contract rates in such a manner that low income residential users and medical rider participants will not be affected.

**FUNDING:** None required.

Alan N. Vallow  
Electric Utility Director

**PREPARED BY:** Boris Prokop, Power Supply & Rates Manager

ANV/BP/lst

C: City Attorney  
Finance Director

**APPROVED:** \_\_\_\_\_

  
H. Dixon Flynn - City Manager



**CITY OF LODI**  
Carnegie Forum  
305 West Pine Street, Lodi

**NOTICE OF PUBLIC HEARING**

Date: October 16, 2002

Time: 7:00 p.m.

For information regarding this notice please contact:

**Susan J. Blackston**

City Clerk

Telephone: (209) 333-6702

NOTICE OF PUBLIC HEARING

NOTICE IS HEREBY GIVEN that on **Wednesday, October 16, 2002** at the hour of 7:00 p.m., or as soon thereafter as the matter may be heard, the City Council will conduct a Public Hearing at the Carnegie Forum, 305 West Pine Street, Lodi, to consider the following matter:

- a) Electric Rate changes for All Classes Excluding Residential SHARE Program and Residential Medical Rider due to California Independent System Operator (CAISO) charges. (EUD)

Information regarding this item may be obtained in the office of the Electric Utility Department Director, 1331 South Ham Lane, Lodi, California. All interested persons are invited to present their views and comments on this matter. Written statements may be filed with the City Clerk at any time prior to the hearing scheduled herein, and oral statements may be made at said hearing.

If you challenge the subject matter in court, you may be limited to raising only those issues you or someone else raised at the Public Hearing described in this notice or in written correspondence delivered to the City Clerk, 221 West Pine Street, Lodi, California at or prior to the Public Hearing.

By Order of the Lodi City Council:

Susan J. Blackston  
City Clerk

Dated: September 18, 2002

Approved as to form:

Randall A. Hays  
City Attorney



## DECLARATION OF POSTING

**SET PUBLIC HEARING FOR OCTOBER 16, 2002 TO CONSIDER ELECTRIC RATE CHANGES FOR ALL CLASSES EXCLUDING RESIDENTIAL SHARE PROGRAM AND RESIDENTIAL MEDICAL RIDER DUE TO CALIFORNIA INDEPENDENT SYSTEM OPERATOR (CAISO) CHARGES.**

On Thursday, September 19, 2002 in the City of Lodi, San Joaquin County, California, a copy of the Notice of Public Hearing to Electric Rate changes for All Classes Excluding Residential SHARE Program and Residential Medical Rider due to California Independent System Operator (CAISO) charges (attached hereto, marked Exhibit "A") was posted at the following four locations:

Lodi Public Library  
Lodi City Clerk's Office  
Lodi City Hall Lobby  
Lodi Carnegie Forum

I declare under penalty of perjury that the foregoing is true and correct.

Executed on September 19, 2002 at Lodi, California.

ORDERED BY:

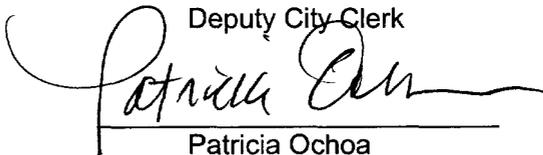
**SUSAN J. BLACKSTON  
CITY CLERK**

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Jacqueline L. Taylor  
Deputy City Clerk

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Jennifer M. Perrin  
Deputy City Clerk

  
Patricia Ochoa  
Administrative Clerk



*Please immediately confirm receipt  
of this fax by calling 333-6702*

CITY OF LODI  
P. O. BOX 3006  
LODI, CALIFORNIA 95241-1910

**ADVERTISING INSTRUCTIONS**

**SUBJECT:** SET PUBLIC HEARING FOR OCTOBER 16, 2002 TO CONSIDER ELECTRIC RATE CHANGES FOR ALL CLASSES EXCLUDING RESIDENTIAL SHARE PROGRAM AND RESIDENTIAL MEDICAL RIDER DUE TO CALIFORNIA INDEPENDENT SYSTEM OPERATOR (CAISO) CHARGES

**LEGAL AD**

**PUBLISH DATE:** SATURDAY, SEPTEMBER 21, 2002

**TEAR SHEETS WANTED:** Three (3) please

**SEND AFFIDAVIT AND BILL TO:** SUSAN BLACKSTON, CITY CLERK  
City of Lodi  
P.O. Box 3006  
Lodi, CA 95241-1910

**DATED:** Thursday, September 19, 2002

**ORDERED BY:**

  
PATRICIA OCHOA  
ADMINISTRATIVE CLERK

\_\_\_\_\_  
JACQUELINE L. TAYLOR  
DEPUTY CITY CLERK

\_\_\_\_\_  
JENNIFER M. PERRIN  
DEPUTY CITY CLERK

**Verify Appearance of this Legal in the Newspaper – Copy to File**

Faxed to the Sentinel at 369-1084 at \_\_\_\_\_(time) on \_\_\_\_\_(date) \_\_\_\_\_(pages)  
Kelsey \_\_\_\_\_ Phoned to confirm receipt of all pages at \_\_\_\_\_(time) \_\_\_\_\_ Jac \_\_\_\_\_ Tricia \_\_\_\_\_ Jen (initials)