

ORDINANCE 26-2023

**ORDINANCE OF THE BOROUGH OF MADISON AMENDING
CHAPTER 94 APPENDIX A OF THE BOROUGH CODE ENTITLED
“ELECTRIC UTILITY” REGARDING NET METERING**

WHEREAS, the Assistant Borough Administrator/CFO has recommended amendments to the Borough Code to change the criteria for two rate codes, clarify net metering and annual payout process of excess credits, and to create net metering for Government Entities.

NOW, THEREFORE, BE IT ORDAINED by the Council of the Borough of Madison, in the County of Morris, and State of New Jersey, as follows:

SECTION 1: Chapter 94 of the Code of the Borough of Madison, Appendix A, thereof entitled “SCHEDULE OF RATES FOR ELECTRIC UTILITY” is hereby amended as follows:

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BOROUGH OF MADISON
SCHEDULE OF RATES FOR ELECTRIC UTILITY
SERVICE CLASSIFICATIONS GSS -- GENERAL SERVICE (NON-DEMAND)

Applicable to use of service for: Nonresidential general service purposes at secondary voltage where total consumption does not exceed ~~2,000 kWh for three~~ 2,500 kWh for six consecutive months.

Character of service: Single or three-phase service at secondary voltages.

Rate per month:

Customer charge: \$4.97

Energy charge: \$0.2091 per kWh

Minimum charge per month: Monthly bills computed under this service classification shall not be rendered for less than the sum of the customer charge; plus applicable additional extension, special facilities, or supplemental customer charges.

Term of contract: None, except that reasonable notice of discontinuance will be required.

Special provisions: Where the consumption for ~~three-six~~ consecutive months exceeds ~~2,000~~ 2,500 kWh, the customer will be transferred to rate classification GS.

Off-peak water heating: Off-peak water-heating rider is available under this classification only for customers presently having this service.

BOROUGH OF MADISON SCHEDULE OF RATES FOR ELECTRIC UTILITY
SERVICE CLASSIFICATION GS -- GENERAL SERVICE (DEMAND)

Applicable to use of service for: Nonresidential general service purposes at secondary voltage where total consumption exceeds ~~2,000~~ 2,500 kWh for ~~three-six~~ consecutive months.

Character of service: Single or three-phase service at secondary voltages.

Rate per month:

Customer charge: \$9.75
Demand charge: \$11.273 per kW
Energy charge: \$0.1459 per kWh

Minimum charge per month: Monthly bills computed under this service classification shall be rendered for the higher of the following: the customer charge plus the demand charges registered in the current month plus the kWh charges in the current month, or the customer charge plus the demand charges for the highest demand established in the preceding 12 months.

Determination of demand: The maximum fifteen-minute integrated kilowatt demand during each billing month calculated to the nearest 1/10 kW.

Term of contract: None, except that reasonable notice of discontinuance will be required.

Special provisions: Multitype service: For utility operating reasons, or for other sufficient reason, the utility may permit both single and three-phase service to be supplied to a customer's premises under this service classification and separately metered, provided that not more than one service of each type will be permitted. Both such services must be included in the contract for service under this service classification.

Where the measured total consumption does not exceed ~~2,000~~ 2,500 kWh per month for a period of 12 consecutive months, the demand charge may be removed and the customer transferred to rate classification GSS. Off-peak water heating: Off-peak water heating-rider is available under this classification only for customers presently having this service.

Add/AMEND:

ELECTRIC UTILITY
BOROUGH OF MADISON SCHEDULE OF RATES FOR CUSTOMERS WHO GENERATE AND FEED
ELECTRICITY INTO MADISON'S ELECTRICAL SYSTEM

Applicable to service classification RS – Residential Service:

Energy Charge: An electric customer who obtains a permit from the Borough for installation of a system to generate and feed electricity to Madison's electrical system pursuant to § 94-3 above, and, in accordance with the Rules and Regulations of the Electric Utility Department of the Borough of Madison, shall pay for energy delivered at the same rate as others in the same customer class.

Generation Rate: The Madison Borough Electric Department will:

1. Credit the self-generation customer for energy the Borough receives at the then-current energy rate charged for 0 to 600 kWh for Classification RS – Residential Service net of any per-kWh dividend. This credit will be applied against the next monthly bill. If the credit amount is greater than the bill, the remaining credit will be carried forward. The self-generation

credit shall be credited against the kWh charges and not the Customer Service Charge or any other charges.

2. At the request of the customer, pay the customer their credit balance held as of March 31 at the current purchase power rate. The Borough shall make this payment no later than April 15. A maximum of \$750 credit balance may accrue before an automatic payout is initiated. Provided 30 days' notice is given, the customer may at any time request a complete payout of their credit balance at the current purchase power rate.

Applicable to service classifications GSS – General Service (Non-Demand); GS – General Service (Demand); GS-ML - Mid-Level General Service (Demand); GSL-D – Large General Service (Demand):

A. An electric customer who obtains a permit from the Borough for installation of a system to generate and feed electricity to Madison's electrical system pursuant to § 94-3 above, and, in accordance with the Rules and Regulations of the Electric Utility Department of the Borough of Madison, shall pay for energy delivered at the same rate as others in the same customer class.

B. The Madison Borough Electric Department will:

1. Credit the self-generation customer for energy the Borough receives at the same kWh rate Madison pays for purchased power. This credit will be applied against the next monthly bill. If the credit amount is greater than the bill, the remaining credit will be carried forward.

2. At the request of the customer, pay the customer for credit held at the end of the twelve-payment cycle (April through March) at the current purchase power rate, leaving no outstanding balance. The Borough shall make this payment no later than April 30 of the following year.

Applicable to Governmental Entities:

C. For the purposes of this schedule of rates, a governmental entity will be defined as a Public Entity such as a state entity, school district, board of education, county, county agency, county authority, municipality, municipal agency or municipal authority.

D. The Madison Borough Electric Department will:

1. Credit the self-generation customer for energy the Borough receives at the then-current energy rate charged to the Government Entity net of any per-kWh dividend. This credit will be applied against the next monthly bill. If the credit amount is greater than the bill, the remaining credit will be carried forward. The self-generation credit shall be credited against the kWh charges and not the Customer Service Charge, Demand Charges or any other charges.

OR

2. If the governmental entity should so choose, the credits accrued at the generation site may be applied to other locations wherein the governmental entity is the account holder but the location is not equipped with a self-generation system, also known as "Remote Net Metering." To qualify, the governmental entity must:

- i. Own or lease all land and property that is proposed to be incorporated into a Remote Net Metering plan, and
- ii. Be the sole account holder for all electric accounts registered with the Borough of Madison which are proposed to be incorporated into a Remote Net Metering plan.

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SECTION 2: This ordinance shall take effect, upon final passage and publication as required by law.