

# PROPOSED RATE INCREASES IN 2023 AND 2024



**ON MAY 17, 2023, THE LODI CITY COUNCIL WILL CONDUCT A PUBLIC HEARING TO CONSIDER AN ADJUSTMENT TO ELECTRIC RATES IN 2023 AND 2024.**

**Lodi Electric works hard to control costs and operate in an efficient and reliable manner.**

## WHY RATE INCREASES ARE NEEDED

THE NEED FOR THE PROPOSED RATE INCREASES IS DUE TO A NUMBER OF FACTORS OUTSIDE THE CONTROL OF LODI ELECTRIC, INCLUDING:

- RISING MATERIAL COSTS
- SUPPLY CHAIN DISRUPTIONS
- ENERGY MARKET INSTABILITY
- DECLINING RESERVES

TO PROVIDE THE ADDITIONAL NEEDED REVENUE TO CLOSE PROJECTED DEFICITS AND MAINTAIN A FINANCIAL RESERVE THAT MEETS CITY COUNCIL APPROVED RESERVE TARGETS IN ACCORDANCE WITH THE CITY'S ADOPTED BUDGET AND FISCAL POLICY, **LODI IS PROPOSING A 2 PERCENT INCREASE IN FISCAL YEAR 2023/24 AND AN ADDITIONAL 2 PERCENT INCREASE IN FISCAL YEAR 2024/25.**

A PROPOSED INCREASE TO THE FIXED MONTHLY CHARGE WILL HELP ENSURE BETTER ALIGNMENT OF COSTS AND CHARGES AS WELL AS ENSURE REVENUE STABILITY FOR THE UTILITY MOVING FORWARD.

## HOW WILL THIS IMPACT MY BILL?

THE RATE ADJUSTMENTS ARE PROPOSED AS A MODEST INCREASE TO THE MONTHLY FIXED CHARGE FOR ALL CUSTOMER CLASSES AS OUTLINED BELOW:

	CURRENT		PROPOSED (FY 24)- EFFECTIVE 8/1/23			PROPOSED (FY 25)- EFFECTIVE 7/1/24		
	Fixed Charge	Avg Bill	Fixed Charge	Avg Bill	Increase	Fixed Charge	Avg Bill	Increase
Residential	\$10.20	\$125	\$14.50	\$129.30	\$4.30	\$19.50	\$134.30	\$5.00
EV (Separate Meter)	\$3.00	\$54	\$4.50	\$55.50	\$1.50	\$6.00	\$57.00	\$1.50
Small Commercial (Single Phase)	\$7.50	\$115	\$15.50	\$123.00	\$8.00	\$20.50	\$128.00	\$5.00
Small Commercial (Three Phase)	\$11.09	\$266	\$23.50	\$278.41	\$12.41	\$31.50	\$286.41	\$8.00
Medium Commercial	\$60.38	\$4,855	\$77.00	\$4,871.62	\$16.62	\$103.50	\$4,898.12	\$26.50
Large Commercial/ Industrial	\$137.23	\$74,880	\$235.50	\$74,978.27	\$98.27	\$316.50	\$75,059.27	\$81.01
City	\$10.20	\$483	\$20.00	\$492.80	\$9.80	\$27.00	\$499.80	\$7.00

## HOW DOES LODI COMPARE TO OTHER UTILITIES?

WHEN COMPARED TO NEARBY UTILITIES, THE PROPOSED INCREASE TO THE AVERAGE RESIDENTIAL CUSTOMER WILL ENSURE LODI REMAINS AFFORDABLE AND COMPETITIVE WITH NEARBY UTILITIES:

Utility	Monthly Fixed Charge
LODI (CURRENT)	\$10.20
LODI (PROPOSED YR 1)	\$14.50
LODI (PROPOSED YR 2)	\$19.50
SMUD	\$23.50
REDDING	\$25.00
ROSEVILLE	\$30.00
MODESTO	\$30.00
PG&E (CURRENT)	MINIMUM BILL
PG&E (PROPOSED BY 7/1/24)	\$15 - \$92 (INCOME BASED)

**LODI ELECTRIC UTILITY IS YOUR COMMUNITY-OWNED, NOT-FOR-PROFIT ELECTRIC COMPANY.**