

RESOLUTION 20-03
RESOLUTION OF THE PUBLIC UTILITIES COMMISSION
OF THE CITY OF PRINCETON

DISCONTINUATION OF PRINCETON PUBLIC UTILITIES
PAYMENT IN-LIEU-OF TAXES (PILOT)

A resolution adopting the Princeton Public Utilities Commission's discontinuation of Payment In-Lieu-Of Taxes to the City of Princeton.

WHEREAS the City of Princeton has already vested itself with the power to implement and establish a Franchise Fee upon the ratepayers of Princeton giving it a mechanism to collect funds as it deems necessary; and

WHEREAS Princeton Public Utilities is unaware of any other utility in the country whose ratepayers are contributing to City operations through both a PILOT and a Franchise Fee; and

WHEREAS Princeton Public Utilities is developing guidelines for a cash reserve policy which includes, among other things, the maintenance of an adequate cash reserve, a rate stabilization account, and bond coverages; and

WHEREAS the Princeton Public Utilities Commission desires to minimize future rate increases upon its ratepayers by reducing its costs wherever possible; and

WHEREAS the public has a right to have transparency on how funds are collected by the City and how they are used which is best accomplished through the existing Franchise Fee structure.

THEREFORE, BE IT RESOLVED that Princeton Public Utilities hereby discontinues its PILOT contribution to the City of Princeton immediately to avoid duplication of City funding resources and to continue to build its cash reserve to meet common industry standards.

Adopted this day 25th of March 2020



Commissioner Date 3-25-20

ATTEST:



Secretary Date 3-25-20