

May 16, 2022

MEMORANDUM

TO: Stephanie B Mullins, Chief Financial Officer
Andy Hollis, AVP – Budget Administration and Reporting

RE: Proposed FY23 Utility Rate Changes


Below please find the proposed FY23 utility rate changes. We base these projections on consultations with the various utility providers and detailed analysis by the Energy Management Department. Projected utility rates should not be considered guaranteed as additional, unanticipated external rate adjustments may occur, but should provide a *framework for budgeting*.

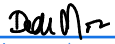
Natural gas rates have been particularly volatile this year and we predict the same for FY23. The rates are much higher now than the beginning of FY22, and our projected 7% increase is based on these higher rates.

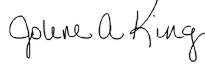
We review the financial performance of our internal utilities - Chilled Water and Steam - monthly. We are prepared to adjust these rates mid-year if warranted. We will share any changes before we implement.

UTILITY	FY21	FY22	PROJECTED FY23
Natural Gas	+3%	+2%	+7%
Water & Sewer	+7%	+2.6%	+7%
Electricity	+5%	+2 %	+5%
Chilled Water	-8% (\$19.02/MMBTu)	0% (\$19.02/MMBTu)	+3% (\$19.59/MMBTu)
Steam*	-5%(\$29.50/Mlbs)	+2%(\$30.09/Mlbs)	+7% (\$32.19/Mlbs)

* Condensate credit will continue to be applied where appropriate.

Requested by: Darryl Crider 
Assistant VP for Facilities Management

Recommended: Dede Moore 
[Dale Moore \(May 17, 2022 09:31 CDT\)](#)
Director of Financial Management

Recommended by: Jolene King 
Assistant VP for Facilities Administration

Approved by: Greg Parsons 
Chief Facilities Officer

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