THE UNIVERSITY OF
ALABAMA AT BIRMINGHAM

UAB Facilities
Energy Management
May 01, 2012

MEMORANDUM

TO: Patricia A. Raczynski,
   Associate Vice President, Financial Affairs
   
   Tim McMinn
   Director, Budget Administration and Payroll Services

FROM: Matt Winslett, Engineering Manager
   Energy Management

RE: FY 2012 - 2013 Budget Development - Projected and Actual Utility Rate Information

The utility rates expressed in this memo are projected rate changes for FY2013 gathered from utility companies along with actual historical rate information for FY2012. Projected utility rates should not be considered guaranteed values, but should provide a framework for budgeting.

Energy Management will continue to monitor all utility rates for fluctuations and projections and notify you of any changes.

<table>
<thead>
<tr>
<th>UTILITY TYPE</th>
<th>PROJECTIONS FY1112</th>
<th>ACTUAL CHANGES</th>
<th>PROJECTIONS FY1213</th>
</tr>
</thead>
<tbody>
<tr>
<td>Natural Gas</td>
<td>+2.00% - OCT 2011</td>
<td>-7.50% - Average since OCT 2011</td>
<td>+2.00% - OCT 2012</td>
</tr>
<tr>
<td>Steam, APCO</td>
<td>+9.50% - MAY 2011</td>
<td>+10.00% - Average since MAY 2011</td>
<td>+18.43% - FEB 2013¹</td>
</tr>
<tr>
<td>Chilled Water</td>
<td>0.00% - OCT 2011</td>
<td>0.00% - OCT 2011</td>
<td>0.00% - OCT 2012</td>
</tr>
<tr>
<td>Water &amp; Sewer</td>
<td>+7.50% - JUL 2011</td>
<td>+2.00% - JUL 2011</td>
<td>+3.00% - JAN 2012</td>
</tr>
<tr>
<td></td>
<td>+2.00% - JAN 2012</td>
<td>+1.00% - JAN 2012</td>
<td></td>
</tr>
<tr>
<td>Electricity, APCO</td>
<td>+2.80% - APR 2011</td>
<td>+5.00% - APR 2011</td>
<td>0.00% - OCT 2012</td>
</tr>
</tbody>
</table>

Note 1 – Based on a range of average condensate recovery of 40%. Buildings with a higher condensate recovery rate will project lower steam cost while buildings with a lower condensate recovery rate may see higher steam cost.

Sincerely,

Matt Winslett
Engineering Manager
UAB Energy Management

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