July 1, 2016

TO: All Fiscal Officers

RE: Projected FY17 Utility Rate Changes

Below please find the projected FY17 utility rate changes. These projections are based on consultations with the various utility providers. Projected utility rates should not be considered guaranteed values as additional, unanticipated rate adjustments may occur, but should provide a framework for budgeting.

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

*Condensate credit will continue to be applied where appropriate.*

<table>
<thead>
<tr>
<th>UTILITY</th>
<th>PROJECTIONS FY15</th>
<th>PROJECTIONS FY16</th>
<th>PROJECTIONS FY17</th>
</tr>
</thead>
<tbody>
<tr>
<td>Natural Gas</td>
<td>+3.00%</td>
<td>+3.00%</td>
<td>+5.00%</td>
</tr>
<tr>
<td>Water &amp; Sewer</td>
<td>+7.17%</td>
<td>+14.00%</td>
<td>+14.00%</td>
</tr>
<tr>
<td>Electricity</td>
<td>+3.00%</td>
<td>+8.00%</td>
<td>+5.00%</td>
</tr>
<tr>
<td>Chilled Water</td>
<td>0.00%</td>
<td>+9.90%($14.84/MMBTu)</td>
<td>+9.90%($16.31/MMBTu)</td>
</tr>
<tr>
<td>Steam</td>
<td>+5.00%</td>
<td>+3.50% ($25.54/MLbs)</td>
<td>+5.00% ($26.82/MLbs)</td>
</tr>
</tbody>
</table>

xc: Allen Bolton
    Stephanie Mullins
    Tim McMinn
    Jolene King
    Mike Gebeke
From: Robert E McMains  
Sent: Friday, July 01, 2016 9:24 AM  
To: FA-FiscalOfficers <FA-FiscalOfficers@mail.ad.uab.edu>  
Cc: Allen Bolton <abolton@uab.edu>; Mike Gebeke <mgebeke@uab.edu>  
Subject: Projected FY '17 Utility Rate Changes

Attached is the proposed increases that should be used for your budget planning purposes for FY '17. As you remember, the sewer rates have been approved by the County for the next few decades. The other rates were from our discussions with the utility providers.

FYI,
Bob

Robert E. McMains  
Senior Facilities Officer  

The University of Alabama at Birmingham  
"Knowledge that will change your world."

UAB Facilities  
150 Facilities Administration Building  
801 6th Avenue South  
Birmingham, Alabama 35294-4554  
205.934.4427 Office  
205.934.4990 Fax