

**RESOLUTION NO. 070395**

**PASSED September 10, 2007**

**A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF GAINESVILLE, FLORIDA, RELATING TO THE TENTATIVE BUDGET FOR THE CITY OF GAINESVILLE REGIONAL UTILITIES FOR THE FISCAL YEAR BEGINNING OCTOBER 1, 2007, AND ENDING SEPTEMBER 30, 2008; PROJECTING REVENUES AND ADOPTING A TENTATIVE BUDGET TO PAY FOR PERSONAL SERVICES EXPENSES, OPERATING AND MAINTENANCE EXPENSES AND OTHER EXPENSES, FOR CAPITAL OUTLAY, AND FOR DEBT SERVICE REQUIREMENTS; AND PROVIDING AN IMMEDIATE EFFECTIVE DATE.**

**WHEREAS**, the City Commission held public hearings and studies on the budget for the City of Gainesville Regional Utilities for the fiscal year beginning October 1, 2007, and ending September 30, 2008.

**NOW, THEREFORE, BE IT RESOLVED BY THE CITY COMMISSION OF THE CITY OF GAINESVILLE, FLORIDA;**

The Proposed Tentative Gainesville Regional Utilities Budget for the Fiscal Year beginning October 1, 2007 and ending September 30, 2008 is adopted for further consideration at the public hearing established in Resolution No. 070382 as follows:

**Section 1.** From the projected revenues shown on the schedule attached and made a part hereof as "Exhibit 1", entitled "Gainesville Regional Utilities, Electric Fund," "2007-08 Budget" in the total amount of \$231,400,635, there are tentatively appropriated expenses for the purposes shown on the schedule in the total amount of \$231,400,635.

**Section 2.** From the projected revenues shown on the schedule attached and made a part hereof as "Exhibit 2", entitled "Gainesville Regional Utilities, Gas Fund", "2007-08 Budget" in the total amount of \$33,909,993, there are tentatively appropriated expenses for the purposes shown on the schedule in the total amount of \$33,909,993.

**Section 3.** From the projected revenues shown on the schedule attached hereto and made a part hereof as "Exhibit 3", entitled "Gainesville Regional Utilities, Water Fund", "2007-08 Budget" in the total amount of \$26,319,400 there are tentatively appropriated expenses for the purposes shown on the schedule in the total amount of \$26,319,400.

**Section 4.** From the projected revenues shown on the schedule attached and made a part hereof as "Exhibit 4", entitled "Gainesville Regional Utilities, Wastewater Fund," "2007-08 Budget" in the total amount of \$32,175,126, there are tentatively appropriated expenses for the purposes shown on the schedule in the total amount of \$32,175,126.

**Section 5.** From the projected revenues shown on the schedule attached and made a part hereof as "Exhibit 5", entitled "Gainesville Regional Utilities, GRUCom Fund," "2007-08 Budget" in the total amount of \$10,130,552, there are tentatively appropriated expenses for the purposes shown on the schedule in the total amount of \$10,130,552.

**Section 6.** From the projected revenues shown on the schedule attached and made a part hereof as "Exhibit 6", entitled "Gainesville Regional Utilities, Utility Plant Improvement Fund," "2007-08 Budget" in the total amount of \$26,363,845, there are tentatively appropriated expenses for the purposes shown on the schedule in the total amount of \$26,363,845.

**Section 7.** From the projected revenues shown on the schedule attached and made a part hereof as "Exhibit 7", entitled "Gainesville Regional Utilities, Utilities System Debt Service Fund," "2007-08 Budget" in the amount of \$53,746,831 there are tentatively appropriated expenses of \$53,746,831 for redemption of principal and interest.


**Section 8.** From the projected available resources shown on the schedule attached hereto and made a part hereof as "Exhibit 8", entitled "Gainesville Regional Utilities, Construction Fund," "2007-08 Budget" there are tentatively appropriated expenses of \$189,289,085 for the purposes shown on the schedule.

**Section 9.** This Resolution shall become effective immediately upon adoption.

**PASSED AND ADOPTED** this 10th day of September, 2007.


  
Pegeen Hanrahan, Mayor

Approved as to Form and Legality

  
Marion J. Radson, City Attorney

SEP 11 2007

ATTEST:

  
Kurt M. Lannon, Clerk of Commission

GAINESVILLE REGIONAL UTILITIES  
Electric Fund

EXHIBIT 1

|   | <u>2007-08<br/>BUDGET</u> |
|---|---------------------------|
| REVENUES:   |                           |
| Sales of Electricity  | 222,612,050               |
| Other Electric Revenue                                      | <u>8,788,585</u>          |
| Subtotal  | 231,400,635               |
| Rate Stabilization Fund Transfer<br>For Contingency Reserve | <u>650,000</u>            |
| Total Electric Revenues                                     | <u>232,050,635</u>        |
| EXPENSES:   |                           |
| Operation & Maintenance Expenses                            | 161,727,707               |
| Operation & Maintenance Expenses -<br>Contingency Reserve   | <u>650,000</u>            |
| Total Operation & Maintenance Expenses                      | 162,377,707               |
| Debt Service  | 33,857,592                |
| Transfer to Utility Plant Improvement Fund                  | 15,917,588                |
| Crystal River #3 Decommissioning Fund                       | 333,720                   |
| General Fund Transfer                                       | <u>19,564,028</u>         |
| Total Electric Expenses                                     | <u>232,050,635</u>        |

GAINESVILLE REGIONAL UTILITIES  
Gas Fund

EXHIBIT 2

|   | <u>2007-08<br/>Budget</u> |
|---|---------------------------|
| REVENUES:   |                           |
| Sales of Gas and Service                                    | 32,521,509                |
| Other Gas Revenue   | <u>1,388,484</u>          |
| Subtotal  | 33,909,993                |
| Rate Stabilization Fund Transfer<br>For Contingency Reserve | <u>100,000</u>            |
| Total Gas Revenues  | <u><u>34,009,993</u></u>  |
| EXPENSES:   |                           |
| Operation & Maintenance Expenses                            | 27,813,285                |
| Operation & Maintenance Expenses -<br>Contingency Reserve   | <u>100,000</u>            |
| Total Operation & Maintenance Expenses                      | 27,913,285                |
| Debt Service  | 2,917,963                 |
| Transfer to Utility Plant Improvement Fund                  | 1,537,765                 |
| General Fund Transfer                                       | <u>1,640,980</u>          |
| Total Gas Expenses  | <u><u>34,009,993</u></u>  |

GAINESVILLE REGIONAL UTILITIES  
Water Fund

EXHIBIT 3

|   | <u>2007-08<br/>Budget</u> |
|---|---------------------------|
| REVENUES:   |                           |
| Sales of Water  | 25,108,214                |
| Other Water Revenue   | <u>1,211,186</u>          |
| Subtotal  | 26,319,400                |
| Rate Stabilization Fund Transfer<br>For Contingency Reserve | <u>125,000</u>            |
| Total Water Revenues  | <u><u>26,444,400</u></u>  |
| EXPENSES:   |                           |
| Operation & Maintenance Expenses                            | 11,631,806                |
| Operation & Maintenance Expenses -<br>Contingency Reserve   | <u>125,000</u>            |
| Total Operation & Maintenance Expenses                      | 11,756,806                |
| Debt Service  | 6,229,194                 |
| Transfer to Utility Plant Improvement Fund                  | 3,615,917                 |
| General Fund Transfer                                       | <u>4,842,483</u>          |
| Total Water Expenses  | <u><u>26,444,400</u></u>  |

## EXHIBIT 4

GAINESVILLE REGIONAL UTILITIES  
Wastewater Fund

|   | <u>2007-08<br/>Budget</u> |
|---|---------------------------|
| REVENUES:   |                           |
| Wastewater Charges  | 30,094,543                |
| Other Wastewater Revenue                                    | <u>2,080,583</u>          |
| Subtotal  | 32,175,126                |
| Rate Stabilization Fund Transfer<br>For Contingency Reserve | <u>125,000</u>            |
| Total Wastewater Revenues                                   | <u>32,300,126</u>         |
| EXPENSES:   |                           |
| Operation & Maintenance Expenses                            | 13,533,743                |
| Operation & Maintenance Expenses -<br>Contingency Reserve   | <u>125,000</u>            |
| Total Operation & Maintenance Expenses                      | 13,658,743                |
| Debt Service  | 8,157,252                 |
| Transfer to Utility Plant Improvement Fund                  | 4,915,089                 |
| General Fund Transfer                                       | <u>5,569,042</u>          |
| Total Wastewater Expenses                                   | <u>32,300,126</u>         |

## EXHIBIT 5

GAINESVILLE REGIONAL UTILITIES  
GRUCom Fund

|   | <u>2007-08<br/>Budget</u> |
|---|---------------------------|
| REVENUES:   |                           |
| GRUCom Revenues   | 10,130,552                |
| Rate Stabilization Fund Transfer<br>For Contingency Reserve | <u>100,000</u>            |
| Total GRUCom Revenues                                       | <u>10,230,552</u>         |
| EXPENSES:   |                           |
| Operation & Maintenance Expenses                            | 6,833,710                 |
| Operation & Maintenance Expenses -<br>Contingency Reserve   | <u>100,000</u>            |
| Total Operation & Maintenance Expenses                      | 6,933,710                 |
| Debt Service  | 2,584,830                 |
| Utility Plant Improvement Fund/Capital                      | 377,486                   |
| General Fund Transfer                                       | <u>334,526</u>            |
| Total GRUCom Expenses                                       | <u>10,230,552</u>         |



## EXHIBIT 6

GAINESVILLE REGIONAL UTILITIES  
Utility Plant Improvement Fund

|   | 2007-08<br>Budget |
|---|-------------------|
| REVENUES:                                     |                   |
| Transfer from Electric Fund                   | 15,917,588        |
| Transfer from Gas Fund                        | 1,537,765         |
| Transfer from Water Fund                      | 3,615,917         |
| Transfer from Wastewater Fund                 | 4,915,089         |
| Transfer from GRUCom Fund                     | 377,486           |
| Total Utility Plant Improvement Fund Revenues | 26,363,845        |
| EXPENSES:                                     |                   |
| Electric Capital Expenses                     | 17,186,926        |
| Gas Capital Expenses                          | 4,073,493         |
| Water Capital Expenses                        | 2,217,871         |
| Wastewater Capital Expenses                   | 2,779,352         |
| GRUCom Capital Expenses                       | 106,203           |
| Total Utility Plant Improvement Fund Expenses | 26,363,845        |

## EXHIBIT 7

GAINESVILLE REGIONAL UTILITIES  
Utilities System Debt Service Fund

|                                      | <u>2007-08<br/>Budget</u> |
|--------------------------------------|---------------------------|
| REVENUES:                            |                           |
| Transfer from Electric Fund          | 33,857,592                |
| Transfer from Gas Fund               | 2,917,963                 |
| Transfer from Water Fund             | 6,229,194                 |
| Transfer from Wastewater Fund        | 8,157,252                 |
| Transfer from GRUCom Fund            | <u>2,584,830</u>          |
| <br>Total Revenues                   | <br><u>53,746,831</u>     |
| <br>EXPENSES:                        |                           |
| Redemption of Principal and Interest | <u>53,746,831</u>         |
| <br>Total Expenses                   | <br><u>53,746,831</u>     |

## EXHIBIT 8

GAINESVILLE REGIONAL UTILITIES  
Construction Fund

|   | <u>2007-08<br/>Budget</u> |
|---|---------------------------|
| REVENUES:   |                           |
| Estimated Balance on Hand at Beginning of Year        | 48,790,750                |
| Estimated Interest Income & Other Sources             | <u>146,294,289</u>        |
| Total Available Resources                             | 195,085,039               |
| EXPENSES:   |                           |
| Estimated Expenses for Approved Projects<br>And Costs | <u>189,289,083</u>        |
| Estimated Balance on Hand at End of Year              | <u><u>5,795,956</u></u>   |