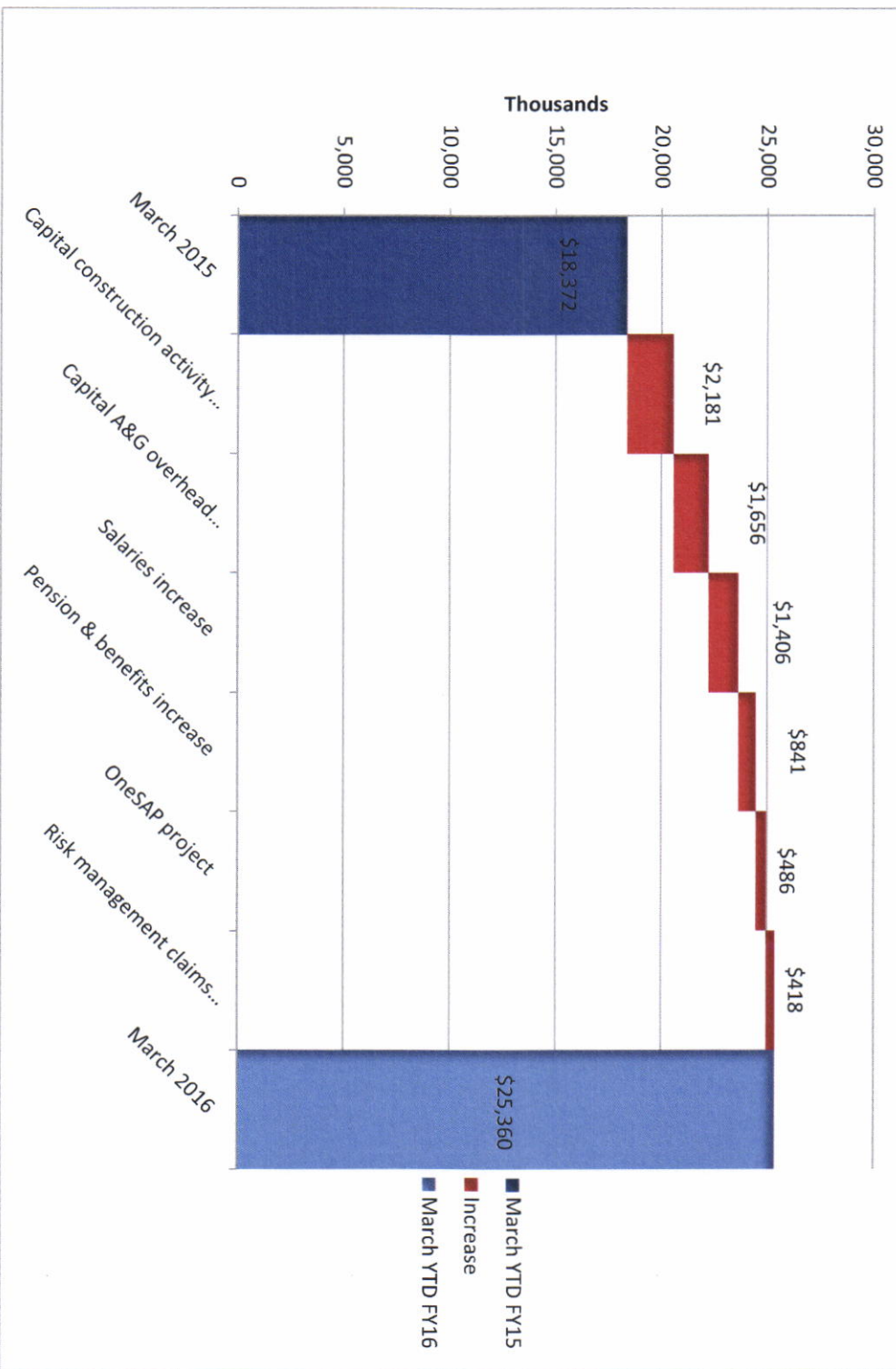


Gainesville Regional Utilities Changes from FY15 A&G Actuals to FY16 A&G Actuals Thru 6 Months



**Gainesville Regional Utilities
Changes from FY15 A&G Actuals to FY16 A&G Actuals Thru 6 Months**

	<u>March 31, 2016</u>	<u>March 31, 2015</u>	<u>Change (\$)</u>	<u>Change (%)</u>
Electric Administrative and General	14,308,663	9,974,235	4,334,428	43.5
Water Administrative and General	3,259,643	2,543,140	716,503	28.2
Wastewater Administrative and General	3,260,928	2,539,660	721,268	28.4
Gas Administrative and General	2,941,035	2,095,677	845,358	40.3
Telecommunications Administrative and General	1,589,815	1,219,262	370,553	30.4
Total Administrative and General Expenses	<u>25,360,084</u>	<u>18,371,974</u>	<u>6,988,110</u>	<u>38.0</u>
Capital construction costs	2,181,000			
Capital A&G overhead costs	1,656,000			
Salaries increase	1,406,000			
Pension & benefits increase	841,000			
OneSAP project	486,000			
Risk management claims increase	418,000			
Total Administrative and General Expenses	<u>6,988,000</u>			

Administrative and general expenses increased due to a reduction in expected capital construction costs in current and prior years; increased salaries, pension and benefits, and risk management claims; and unexpected OneSAP project expenses. The increase in administrative and general expenses was offset by a reduction in other expenses and a \$1 million increase in revenues resulting in an overall reduction to rate stabilization of \$2.4 million.