

# City of Gainesville

*City Hall  
200 East University Avenue  
Gainesville, Florida 32601*



## **Meeting Agenda**

**September 25, 2014**

**1:00 PM**

**City Hall, Roberta Lisle Kline Conference Room**

## **Base Rates and Fuel Adjustment Committee**

## CALL TO ORDER

## ADOPTION OF THE AGENDA

## APPROVAL OF MINUTES

[140345.](#)

**Base Rates and Fuel Adjustment Committee Meeting Minutes for  
9/16/2014**

**RECOMMENDATION**

*Approve the minutes of the 9/16/2014 meeting, as  
drafted.*

[140345 BFRA Committee 92514 Minutes 20140925](#)

## CURRENT ACTION ITEMS

[110665](#)

**GRU Cost of Service Study**

*Explanation: GRU included funding in the FY15 budget to complete a cost of service study to support future rate design. GRU has issued an RFP for consultants to perform a cost of service study that will ultimately be used to support rate proposals for FY16. Specifically, a cost of service study will be performed for each of the electric, gas, water and wastewater systems based on proposed budget for FY 2016. The study will allocate the costs among customer classes for each system and identify the proportion of costs associated with usage charges as they apply to the unbundling of prices as defined in the GRU billing system. The study will include a rate review and design component to develop retail rates and some service charges for all systems; provide options for demand billing for all customer classes, time of use rates, and net metering customer charges in the electric system; recommend rate structures for the water system including multi-family billing; and provide options for methodologies to establish wastewater billing volumes.*

**RECOMMENDATION**

*Receive presentation from staff on the schedule  
and content of the Cost of Service Study.*

[20121011 RUC Presentation Item 110665](#)

[20121120-RUC Presentation Item #110665](#)

[20130624 RUC Presentation Item 110665](#)

[FINAL GRU Electric Rate Study.Baker Tilly](#)

[FINAL GRU Gas Rate Study.Baker Tilly](#)

[FINAL GRU Water Rate Study.Baker Tilly](#)

[FINAL GRU Wastewater Rate Study.Baker Tilly](#)

[140344.](#)

**PPA in Fuel Adjustment or Base Rates**

*Explanation: Costs associated with the Power Purchase Agreement (PPA) between Gainesville Renewable Energy Company (GREC) and GRU are now being included in fuel expenses and recovered through the Fuel Adjustment. There are a range of options for recovering costs associated with the PPA including recovering various components through base rates.*

**RECOMMENDATION**

*The Committee and staff discuss the range of options available for recovering PPA costs, and identify additional information or analysis that might be helpful for future discussion.*

[140344 GREC Cost Recovery Options Presentation 20140925](#)

**MEMBER COMMENT**

**CITIZEN COMMENT**

**NEXT MEETING DATE**

10/7/2014

**ADJOURNMENT**