

City of Gainesville

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



Meeting Agenda

April 9, 2015

5:00 PM

City Hall - Roberta Lisle Kline Conference Room

Regional Utilities Committee

*Mayor-Commissioner Pro Tem Todd Chase, Chair
Commissioner Lauren Poe, Member
Commissioner Craig Carter, Member
Commissioner Lee Pinkoson, Member*

Persons with disabilities who require assistance to participate in this meeting are requested to notify the Equal Opportunity Department at 334-5051 or call the TDD phone line at 334-2069 at least two business days in advance.

CALL TO ORDER**ADOPTION OF THE AGENDA****APPROVAL OF MINUTES**[140870.](#)**Minutes of the February 12, 2015 RUC Meeting (B)****RECOMMENDATION**

Approve the minutes of the February 12, 2015 RUC meeting as drafted.

[140870 RUC 2-12-15 Meeting Minutes 20150409](#)

CURRENT ACTION ITEMS[110665](#)**Review of the GRU Cost of Service and Rate Studies (B)**

Explanation: GRU staff periodically performs cost-of-service studies for the electric, gas, water and wastewater utility systems. Revenue requirements and rate designs are also developed by GRU staff and presented to the City Commission during the annual budget process. The last external cost-of-service and utility rate study was performed in 2012 and was based on a test year where the full costs of the GREC purchased power agreement were not fully integrated into GRU's overall revenue requirement. Additionally, the 2012 cost-of-service study recommended changes to the tiered residential electric rate structure, but those changes were not implemented. The City Commission directed GRU to have an external cost-of-service and utility rates study prepared as the basis for rate structure evaluations in Fiscal Year 2016.

Baker Tilly Virchow Krause LLP was retained to perform the cost of service and rate studies for GRU based on the test year Fiscal Year 2016. The purpose of the current cost-of-service and rate studies are to address information regarding the appropriateness and adequacy of GRU's revenue requirements by system, unbundle and allocate each revenue requirement by function, type and cost driver, and classify revenue responsibility for each customer class. Additionally, rates have been designed and proposed by the consultant for inclusion in their final reports.

RECOMMENDATION

The Regional Utilities Committee receive a presentation from Baker Tilly Virchow Krause LLP on the results of the cost of service and rate studies for each GRU system based on the test year Fiscal Year 2016.

[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](#)
[110665 FY15 Cost of Service Study Schedule 20141009](#)
[110665 2015-009 Bid Tab Cost of Svc Study 20141106](#)
[110665 RFP Cost of Service and Utility Rate Studies Solicitation No 2015-009](#)
[110665 GRU - Gas Rate Study Report DRAFT 20150409](#)
[110665 GRU - Wastewater Rate Study Report DRAFT 20150409](#)
[110665 GRU - Water Rate Study Report TY 2016 DRAFT 20150409](#)
[110665 GRU Electric Rate Study Draft Report 20150409](#)
[110665 GRU RUC Rate Study Pres- GRU Introduction 20150409](#)
[110665 GRU Rate Study - BakerTilly Pres - Revised 20150409](#)

REVIEW OF PENDING REFERRALS

[140875.](#)

RUC Outstanding Referrals (B)

RECOMMENDATION

Review the outstanding referrals list and discuss possible items for the May 14, 2015 meeting.

[140875 RUC Outstanding Referrals 20150409](#)

MEMBER COMMENT

CITIZEN COMMENT

NEXT MEETING DATE

May 14, 2015

ADJOURNMENT