

# ABAG Publicly Owned Energy Resources (ABAG POWER)

## Executive Committee

December 11, 2019

Agenda Item 5.e.

### Report on Natural Gas Program

**Subject:** Fiscal Year (FY) 2019-20 Budget-to-Actual Comparison

**Background:** ABAG POWER's adopted Operating Budget provides a core natural gas rate of \$3.71/Dekatherm (Dth). During the first quarter of the fiscal year, the program's average rate was \$3.56/Dth.

The program's core usage-to-date is slightly lower than budgeted but is not projected to be significantly lower at year-end.

	Year-To-Date as of 09/30/19	Projected	Adopted
Core Usage	87,341	591,268	608,514
Noncore Usage	27,898	83,109	75,949
Total	115,238	674,378	684,462

The majority of the program's usage and cost occur during the winter (November-March) months due to the seasonal requirements of space and water heating – the primary use of gas within the program.

**Issues:** None.

**Recommended Action:** None.

**Attachment:** FY 2019-20 Budget-to-Actual Comparison

**Reviewed:**

  
Brad Paul

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	<u>YTD Actual As of 09/30/19</u>	<u>YTD Actual Utilization (%)</u>	<u>Adopted FY 2019-20</u>
<b>Revenue</b>			
Sale of Energy	\$ 1,938,780	25%	\$ 7,754,640
Interest Income - Banks/LAIF	-	0%	35,000
Other Revenue	<u>2,041</u>	<u>23%</u>	<u>9,000</u>
Total Revenues	<u>1,940,821</u>	25%	<u>7,798,640</u>
<b>Expense</b>			
<b>Cost of Energy</b>			
Cost of Energy Used	310,766	12%	2,517,915
PG&E Pass-Through Costs	<u>600,627</u>	<u>13%</u>	<u>4,712,638</u>
Total Cost of Energy	911,393	13%	7,230,552
<b>Staff Cost</b>			
Salary & Benefits	52,058	19%	280,455
Overhead	<u>-</u>	<u>0%</u>	<u>150,212</u>
Total Staff Cost	52,058	12%	430,667
<b>Other Expense</b>			
Billing Costs, external	1,531	15%	10,500
Brokerage and Import Bond fees	1,957	15%	12,700
Scheduling Agent fees	4,950	25%	19,800
Interest Expense/Bank Charges	2,335	25%	9,500
Legal Expenses (outside)	-	0%	10,000
Audit	34,850	51%	69,000
Travel	1,128	113%	1,000
Conferences	-	-	-
Catering	184	9%	2,000
Subscriptions	-	-	-
Miscellaneous	<u>(0)</u>	<u>0%</u>	<u>300</u>
Total Other Expense	46,935	35%	134,800
Total Expense	<u>1,010,386</u>	<u>13%</u>	<u>7,796,019</u>