



S U M M A R Y O F E X E C U T I V E C O M M I T T E E A P P R O V A L

Work Item No.:	1707
Consultant:	N/A
Work Project Title:	ABAG POWER
Purpose of Project:	Purchase/transport of natural gas
Brief Scope of Work:	Enable price stability and cost savings by conducting pooled purchasing of natural gas on behalf of local governments.
Project Cost Not to Exceed:	\$7,602,440
Funding Source:	Program Participant Fees
Fiscal Impact:	Funds programmed in FY 20/21 Budget
Motion by Committee:	The ABAG POWER Executive Committee authorizes a Fiscal Year 2020-21 Operating Budget and approves the accompanying Levelized Charges in the amount of \$7,602,440 as detailed on Page 2.
Executive Committee Approval:	Dave Brees Chair, Executive Committee
Approval Date:	June 17, 2020

Agenda Item 7.c. – Summary Approval – FY 2020-21 Operating Budget

June 17, 2020

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	Adopted FY 2020-21
Revenue	
Sale of Energy	\$7,558,440
Interest Income	\$35,000
Other Revenue	\$9,000
<i>Total Revenue</i>	<u><u>\$7,602,440</u></u>
Expense	
Cost of Energy	
PG&E Pass-through Costs*	\$4,500,755
Gas Commodity & Shrinkage Costs	\$1,844,335
Intra/Interstate Pipeline Transportation*	\$542,670
Gas Storage	\$127,618
<i>Total Cost of Energy</i>	<u><u>\$7,015,378</u></u>
Staff Cost	
Salary & Benefits	\$266,243
Overhead	\$150,854
<i>Total Staff Cost</i>	<u><u>\$417,097</u></u>
Consultant Services	
Gas Scheduling Services	\$30,400
Database Hosting Services*	\$20,000
Brokerage Services*	\$12,000
External Legal Support	\$10,000
Electronic Data Interchange Services	\$7,750
<i>Total Consultant Services</i>	<u><u>\$80,150</u></u>
Other Expenses	
Audit	\$70,000
Bank Charges	\$9,500
Catering	\$2,000
Market Pricing Subscriptions	\$1,660
Travel	\$1,000
Industry Memberships & Conferences	\$1,450
Insurance	\$700
Miscellaneous	\$300
<i>Total Other Expense</i>	<u><u>\$86,610</u></u>
Total Expense	<u><u>\$7,599,235</u></u>
Year-end Balance	<u><u>\$3,205</u></u>

*The following estimates shall serve as actionable contract encumbrances or purchase orders for Fiscal Year 2020-21, pursuant to existing contractual obligations:

<u>Counterparty</u>	<u>Expense Category</u>	<u>Amount</u>
Pacific Gas and Electric Company	PG&E Passthrough	\$4,500,755.00
Pacific Gas and Electric Company	Intra/Interstate Pipeline Transportation	\$516,000.00
TC Energy Gas Transmission Northwest	Intra/Interstate Pipeline Transportation	\$100,000.00
TC Energy NOVA Gas Transmission Ltd.	Intra/Interstate Pipeline Transportation	\$50,000.00
Dude Solutions, Inc.	Database Hosting Services	\$20,000.00
Charter Brokerage, Inc.	Brokerage Services	\$12,000.00