

OPERATING BUDGET FISCAL NOTE

DATE OF COUNCIL CONSIDERATION:

6/12/14

CONTACT DEPARTMENT(S):

Austin Energy

FUND(S):

Austin Energy

SUBJECT: Approve a resolution directing the City Manager to plan for full cost recovery of Austin Energy line extensions, with an exemption for certain affordable housing, beginning October 1, 2014.

CURRENT YEAR IMPACT: This item has no fiscal impact in FY 2014.

FIVE-YEAR ESTIMATED IMPACT:

	<u>FY 2014</u>	<u>FY 2015</u>	<u>FY 2016</u>	<u>FY 2017</u>	<u>FY 2018</u>
Total Revenue	<u>0</u>	<u>8,000,807</u>	<u>11,001,614</u>	<u>14,002,421</u>	<u>14,503,228</u>
Total Requirements	<u>0</u>	<u>8,000,807</u>	<u>11,001,614</u>	<u>14,002,421</u>	<u>14,503,228</u>
Net Budget Impact	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

ANALYSIS / ADDITIONAL INFORMATION: This Resolution directs Austin Energy (AE) to recover 100% of line extension costs beginning in FY 2015. This approach will ensure all costs are recovered beginning in FY 2015. The Five-Year Estimated Impact section illustrates the estimated revenue from full cost recovery compared to the total requirements.