

Council Date: August 9, 2018

Posting Language

Approve an ordinance amending the Fiscal Year 2017-2018 Austin Energy Operating Budget (Ordinance No. 20170913-001) to decrease the Austin Energy Operating Fund Ending Balance by \$556,694 and increase the Conservation Rebates expenses by \$556,694 to provide additional funding for the Austin Energy Customer Assistance Program's Low Income Weatherization program.

Fiscal Note

Funding in the amount of \$556,694 is available from the ending balance of the Fiscal Year 2016-2017 Operating Budget of Austin Energy.

Prior Council Action:

September 13, 2017 – Approved the Fiscal Year 2017-2018 Operating Budget.

For More Information:

Jeff Vice, Director, Local Government Relations (512) 322-6087; Denise Kuehn, Director, Energy Efficiency Services (512) 322-6138. Debbie Kimberly, Vice President, Customer Energy Solutions (512) 322-6327.

Council Committee, Boards and Commission Action:

To be reviewed by the Electric Utility Commission on July 16, 2018 and by the Resource Management Commission on July 17, 2018.

Additional Backup Information:

Austin Energy is seeking approval of a budget amendment to provide additional appropriations and related funding for the Customer Assistance Program (CAP) low income weatherization expenses that remained unspent during Fiscal Year 2016-2017. This roll-over of funds was a recommendation of a stakeholder group, the Low Income Consumer Advisory Task Force, in 2015, and has since been approved by Council in 2016 and 2017. The total unspent amount in Fiscal Year 2016-2017 for the CAP low income weatherization program inception-to-date is \$556,694.

OPERATING BUDGET FISCAL NOTE

DATE OF COUNCIL CONSIDERATION:

8/9/18

CONTACT DEPARTMENT(S):

Austin Energy

FUND:

Austin Energy Operating Fund

Subject: Approve an ordinance amending the Fiscal Year 2017-2018 Austin Energy Operating Budget of Ordinance No. 20170913-001 to decrease the Austin Energy Operating Fund Ending Balance by \$556,694 and increase the Conservation Rebates expenses by \$556,694 to provide additional funding for the Austin Energy Customer Assistance Program Low Income weatherization program.

CURRENT YEAR IMPACT:

| | 2017-18 Amended | This Action | 2017-18 Amended |
|--|--------------------|----------------|--------------------|
| Beginning Balance | 379,572,052 | 0 | 379,572,052 |
| Total Revenue | 1,365,994,210 | 0 | 1,365,994,210 |
| Total Transfers In | 0 | 0 | 0 |
| Total Appropriated Funds | 1,365,994,210 | 0 | 1,365,994,210 |
| Operating Requirements | | | |
| Operating Expenses | 997,912,005 | 556,694 | 998,468,699 |
| Total Debt Service | 100,383,171 | 0 | 100,383,171 |
| Total Transfers Out | 251,287,644 | 0 | 251,287,644 |
| Total Other Requirements | 570,525 | 0 | 570,525 |
| Total Operating Requirements | 1,350,153,345 | 556,694 | 1,350,710,039 |
| Excess (Deficiency) of Total Available Over Total Requirements | 15,840,865 | (556,694) | 15,284,171 |
| Ending Balance | 395,412,917 | (556,694) | 394,856,223 |
| Austin Energy FTEs | 1,749.00 | 0.00 | 1,749.00 |

FIVE-YEAR IMPACT:

| | FY 2018 | FY 2019 | FY 2020 | FY 2021 | FY 2022 |
|--------------------------|-----------|---------|---------|---------|---------|
| Total Revenue | 0 | 0 | 0 | 0 | 0 |
| Total Operating Expenses | 556,694 | 0 | 0 | 0 | 0 |
| Total Debt Service | 0 | 0 | 0 | 0 | 0 |
| Total Transfers Out | 0 | 0 | 0 | 0 | 0 |
| Total Other Requirements | 0 | 0 | 0 | 0 | 0 |
| Net Budget Impact | (556,694) | 0 | 0 | 0 | 0 |

ANALYSIS / ADDITIONAL INFORMATION : Austin Energy is seeking approval of a budget amendment to provide additional appropriations and related funding for the Customer Assistance Program (CAP) low income weatherization expenses that remained unspent during Fiscal Year 2016-2017. This roll-over of funds was a recommendation of a stakeholder group, the Low Income Consumer Advisory Task Force, in 2015, and has since been approved by Council in 2016 and 2017. The total unspent amount in Fiscal Year 2016-2017 for the CAP low income weatherization program inception-to-date is \$556,694.

The above five-year impact analysis illustrates the total revenue and expense projections for the Austin Energy Operating Fund.