



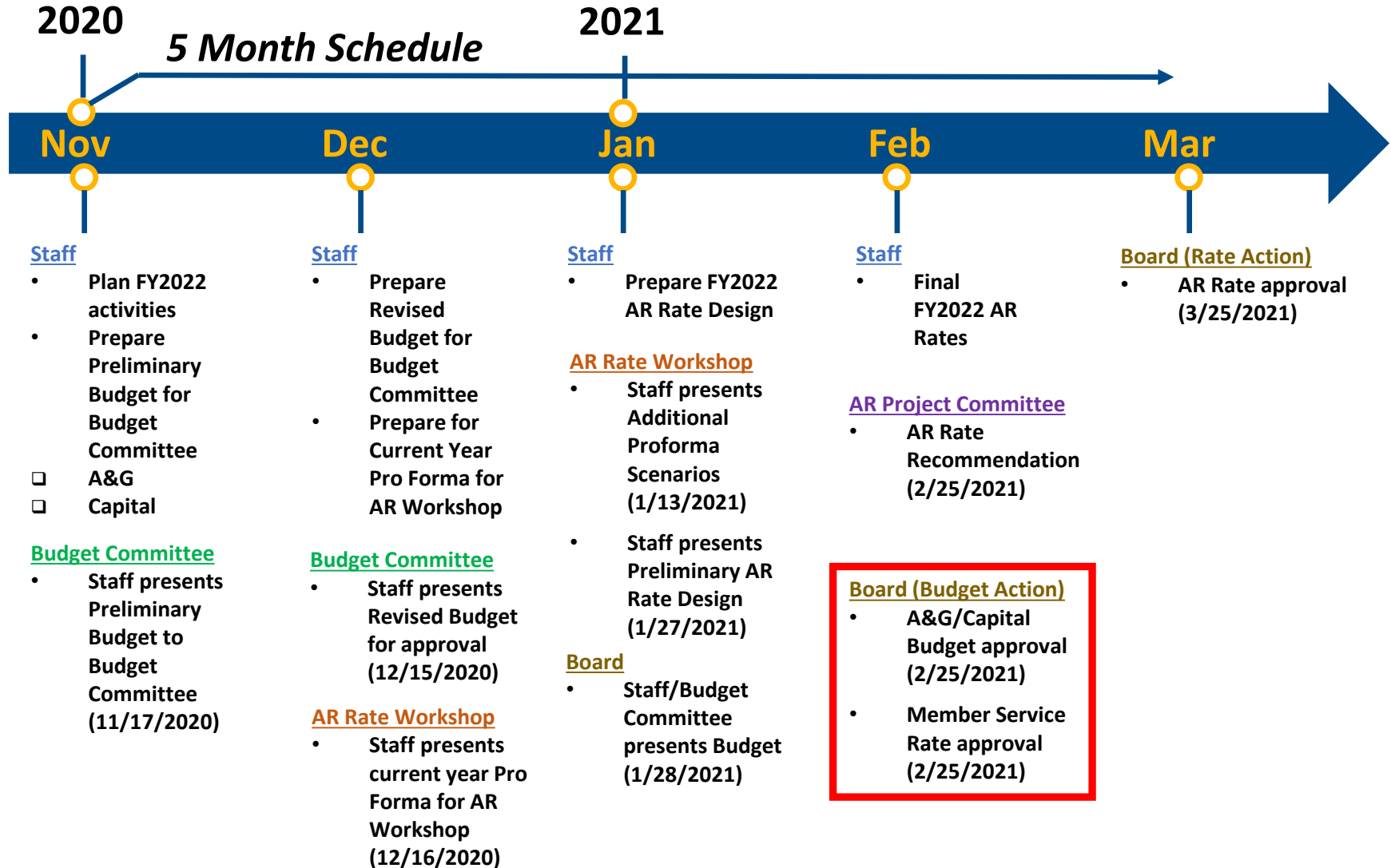
KENTUCKY MUNICIPAL ENERGY AGENCY



# A&G/Capital Budget and Service Rate Approval

February 25, 2021

# FY2022 Budget and Rates Schedule



# Administration/Advisory/Projects

FY2022 Total Operational Costs								
	Administration/Advisory/Projects	FY2021 Budget	FY2022 Budget	Variance \$	Variance %		7 Month Actual	% of FY2021
100	Salaries	947,014	857,182	(89,832)	-9.5%		427,111	45.1%
	Retirement Contribution	94,701	85,718	(8,983)	-9.5%		42,711	45.1%
	Health, Life, Disability, FICA, Medicare, Accrued PTO	314,826	315,149	324	0.1%		186,190	59.1%
200	Legal Counsel	117,000	135,000	18,000	15.4%		61,437	52.5%
300	Advisory Support	164,300	164,300	-	-		92,617	56.4%
400	Office Space Lease & Costs	175,478	180,743	5,265	3.0%		96,215	54.8%
500	Member Services, Board Meetings, Training	129,000	129,000	-	-		13,841	10.7%
600	Auto Expense	13,808	13,808	-	-		4,569	33.1%
700	IT/AV/Software	133,427	133,427	-	-		93,733	70.3%
	IT/Software for Pseudo-Tie	-	99,552	99,552	-		-	0.0%
800	Insurance	14,303	12,800	(1,503)	-10.5%		6,726	47.0%
900	Advertising & Marketing	17,612	11,100	(6,512)	-37.0%		3,361	19.1%
1000	Audit & Annual Report	55,840	55,840	-	-		44,317	79.4%
1100	Rating Agency	30,000	10,000	(20,000)	-66.7%		-	0.0%
1200	Associations & Lobbyist	57,780	57,780	-	-		700	1.2%
1300	Project Planning	72,000	72,000	-	-		33,508	46.5%
	<b>Subtotals - Administration/Advisory/Projects</b>	<b>2,337,090</b>	<b>2,333,401</b>	<b>(3,689)</b>	<b>-0.2%</b>		<b>1,107,036</b>	<b>47.4%</b>

# Dispatch, Scheduling, Modeling

FY2022 Total Operational Costs								
Dispatch, Scheduling, Modeling		FY2021 Budget	FY2022 Budget	Variance \$	Variance %		7 Month Actual	% of FY2021
1400	Energy Services Partner	613,129	632,916	19,787	3.2%		317,401	51.8%
1500	MAC Software, Data, and Subscriptions	187,941	187,941	-	-		59,052	31.4%
1600	MDMS/Communications/Meters/Pseudo-Tie	121,016	121,017	0	0.0%		14,637	12.1%
	Fees/Engineering/Communications for Pseudo-Tie	-	306,000	306,000	0.0%		-	0.0%
	<b>Subtotals - Dispatch, Scheduling, Modeling</b>	<b>922,086</b>	<b>1,247,873</b>	<b>325,787</b>	<b>35.3%</b>		<b>391,090</b>	<b>42.4%</b>

# Pseudo-Tie Expenses

FY2022 Total Operational Costs							
Pseudo-Tie Summary		FY2021 Budget	FY2022 Budget	Variance \$	Variance %		7 Month Actual
700	IT/Software for Pseudo-Tie	-	99,552	99,552	-		
1600	Fees/Engineering/Communications for Pseudo-Tie	-	306,000	306,000	-		
		-	405,552	405,552	-		
	AR Group - Net Service Fees <u>without</u> Pseudo-Tie	3,047,297	2,990,247	(57,050)	-1.9%		
	AR Group - Net Service Fees <u>with</u> Pseudo-Tie	3,047,297	3,395,799	348,502	11.4%		

# Capital Budget

## CAPITAL BUDGET

\$250,000. Same as FY2021 Budget. The FY2021 Budget was increased by the Board at the December 29, 2020 Board meeting (\$100,000 was increased to \$250,000). Supports pseudo-tie and dynamic scheduling hardware, software, and communications requirements.

# Service Fees

FY2022 Total Operational Costs							
Service Fees (Benham, Berea, Owensboro)	FY2021 Budget	FY2022 Budget	Variance \$	Variance %		7 Month Actual	% of FY2021
Membership Fee	(111,347)	(111,347)	-	-		(64,952)	58.3%
Transmission Service + Energy Carrying Charge	(73,930)	(73,930)	-	-		(43,126)	58.3%
Dispatch/MAC Service	(200)	(200)	-	-		(101)	50.5%
Resource Planning Service	(26,403)	-	26,403	-100.0%		(15,402)	58.3%
	(211,879)	(185,476)	26,403	-12.5%		(123,581)	58.3%
All Requirements Group - Net Service Fees	3,047,297	3,395,799	348,502	11.4%		1,374,546	45.1%

## SERVICE FEES

*Contra-Accounts* - Decrease of \$26,403 under FY2021. No resource planning fees expected in FY2022.

- Membership Fee remains at 12¢ per kWh.
- Dispatch Service Fee remains at 45¢ per kWh.
- Transmission Service Fee remains at 38¢ per kWh.
- Energy Carrying Charge remains at 18¢ per kWh.
- Resource Planning Service Fee remains at 20¢ per kWh.

Motion for KYMEA Board to approve the following:

- FY 2022 A&G and Capital Budget
- FY 2022 Member Service Rate Schedule