Facilities Management

# Preliminary Energy and Utilities Rates – Fiscal Year 2023-2024

For planning purposes, Facilities Management developed the following preliminary rates for the 2023-2024 fiscal period.

Facilities Management adjusted the cost of all commodities based on the most recent forecasts and adjusted the consumption of all commodities based on a review of UVA’s ten-year consumption trends. This resulted in a higher increase to sanitary sewer costs as overall UVA consumption decreased. Additionally, the chilled water and heat commodities are produced and distributed with UVA labor.  Changes in UVA labor assumptions have a greater cost impact to produced commodities versus procured commodities.

The heat commodity preliminary rate does not include the current volatile coal and natural gas cost. If these costs continue, UVA could see an additional 15% increase ($32.6941/MMBtu) in the heat commodity via the purchase fuel adjustment. The purchase fuel adjustment automatically adjusts the heat commodity cost billed to customers one month after the cost is incurred by Facilities Management. This adjustment is in place to ensure commodity cost increases or decreases in a volatile market are passed to the customer in the year they are incurred.

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| **Utility** | **2023-24**  **Preliminary Rates** | **Weighted Change**  **From 2022-23** |
| **Chilled Water** | $18.7659 / MMBtu | 5.19% |
| **Electricity** | $0.0974 / kWh | 2.19% |
| **Heat** | $28.6699 / MMBtu | 5.03% |
| **Sanitary Sewer** | $1.6897 / CGal | 5.25% |
| **Water** | $1.1207/ CGal | 2.59% |
| **Storm Water** | $0.1005 / SF | 4.00% |
| **WEIGHTED AVERAGE:** |  | **3.98%** |

Facilities Management will update the FY24 utility rates in the Spring as well as provide an update on the current prices of coal and natural gas. Please direct questions to the contact information listed below.

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