

## FOR BOARD ACTION

Agenda Item # 5

Meeting Date:

9/29/09

**SUBJECT:**

Electric Cost of Service and Rate Approach

**PREPARED BY:**

Susan Parker, Director of Corporate Services

**ITEM DESCRIPTION:**

We are in process for conducting an electric cost of service and rate study. We typically conduct the study every five years and it does not necessarily translate into a rate increase. The study provides the board and staff with appropriate approaches to meeting revenue requirements based of the cost of providing those services. Other methodologies can be explored during the study.

A Request for Proposal has been sent out and staff is in the process of reviewing and recommending a firm. The action of selection of the firm will occur in October. The study will take about six months and will be presented to the board upon completion.

**FOR CAPITAL PURCHASES/BIDS/MAJOR PROJECTS:**

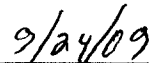
Not Applicable

**UTILITY BOARD ACTION REQUESTED:**

Discussion item only no action is required.



General Manager



Date

**ROCHESTER PUBLIC UTILITIES**