

**CITY COUNCIL RESEARCH DIVISION
LEGISLATIVE SUMMARY**



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Bill Type and Number: Ordinance 2024-110

Introducer/Sponsor(s): Council President at the request of the JEA

Date of Introduction: February 13, 2024

Committee(s) of Reference: F, TEU

Date of Analysis: February 15, 2024

Type of Action: Budget amendment

Bill Summary: The bill amends JEA's FY22-23 budget by amending Ordinance 2022-504 to revise Schedule C (JEA operating budget) and Schedule D (JEA capital budget) to appropriate surplus funds from the FY21-22 budget and additional revenue in the electrical system operating budget for FY22-23 in the following amounts: a net increase to the Electric System operating budget in the amount of \$60,040,239; an increase to the Water System capital budget in the amount of \$93,806,485; and an increase to the District Energy operating budget in the amount of \$9,062.

Background Information: The increased expenses to the Electric System operating budget in the amount of \$60,040,239 are due to an increase of \$66,790,648 in the contribution to the Non-Fuel Purchased Power Rate Stabilization Fund which will fund future Plant Vogtle expenses by using \$40,294,302 from the Operating Fund carried over from fiscal year 2021-2022, \$13,354,661 in additional Investment Income, and a net amount of \$6,391,276 in additional base Operating Revenues, all of which was offset by a net decrease in Non-Operating Expenses of \$6,750,409.

The increased expense of \$26,643,922 for the Water System operating budget is due to an increase in the budgeted transfer to Operating Capital Outlay by using the remaining balance of the Environmental – Rate Stabilization Fund due to the elimination of the environmental fee. The increased expenses of \$93,806,485 for the Water System capital budget are funded by the increased budget transfer of \$26,643,922 to Operating Capital Outlay and the use of additional Other Proceeds in the amount of \$67,162,563 funded by the use of debt proceeds.

The increased expenses for the District Energy System operating budget are due to an increase of \$9,062 in the budgeted transfer to Operating Capital Outlay by using net excess revenues in the current fiscal year.

Policy Impact Area: JEA budget reconciliation

Fiscal Impact: The amendments increase the JEA budget by \$153,855,786, of which \$67,162,563 is funded by the issuance of debt.

Analyst: Clements