



Electric utility

department

1409 Howell Branch Rd. • Building 14
Winter Park, Florida 32789

407-599-3294 • 407-643-1420 fax
cityofwinterpark.org/electric

April 27, 2023

Adam J. Teitzman, Commission Clerk
Florida Public Service Commission
2540 Shumard Oak Blvd.
Tallahassee, FL 32399-0850

Re: City of Winter Park, 2023 Billing Adjustment Rate Tariffs;
Administrative non-docketed

Dear Mr. Teitzman:

Consistent with the City's filed rate tariffs and its policy to periodically review fuel costs, the City is changing its Fuel Cost Recovery factors effective May 1, 2023. Additionally, the City added specificity to its Fuel Adjustment as relates to how the fuel adjustment is reduced to return fuel cost over-collections and is increased to recover fuel cost under-collections.

Accordingly, we have enclosed for your information and records one clean copy and one in legislative format.

- BA-1 Billing Adjustments, Fifty Sixth Revised Sheet No. 3.100, replacing Fifty Fifth Revised Sheet No. 3.100 effective May 1, 2023.
- BA-1 Billing Adjustments, First Revised Sheet No. 3.101, replacing the Original Sheet No. 3.101 effective May 1, 20223

If you have any questions regarding our submission, please let me know.

Sincerely,

/s/

Dan D'Alessandro
Director Electric Utility

Attachments



**RATE SCHEDULE BA-1
BILLING ADJUSTMENTS**

Applicable:

To the Rate per Month provision in each of the City’s rate schedule which reference the billing adjustments set forth below.

Fuel Cost Recovery Factor:

Rate Schedule	Fuel Cost Recovery Factor (cents per kW-hr)
RS-1 (1 st 1,000 kWh)	1.835
(All additional kWh)	2.835
GS-1	2.281
GS-2	2.281
GSD-1	2.281
LS-1	2.281

Fuel Adjustment Factor.

The Fuel Adjustment Factor will be determined periodically by the City. This factor is designed to recover the cost of fuel that is included in the cost of bulk power supply incurred by the City to provide electric service to its customers. Review of Fuel Adjustment adequacy will occur at least quarterly. If the fuel Adjustment Factor under-recovers fuel cost, the City will increase the Fuel Adjustment to collect the under recovery. If the Fuel Adjustment Factor over-recovers fuel cost, the City will decrease the fuel adjustment to credit back to customers the over-recovery.

It is the City’s intention to maintain a fuel cost stabilization fund balance in the amount of 10% of the fiscal year’s annual fuel budget rounded up to the next \$100,000 (“target”). If the fuel cost stabilization fund’s balance exceeds 125% of the target, the City will decrease the fuel adjustment to return the excess over the target in the following six months. If the fuel cost stabilization fund balance falls below 75% of the target, the City will increase the fuel adjustment to increase the balance back to the target level in the following nine months. In order to stabilize fluctuations in the fuel adjustment factor, the City Manager may determine to phase in such increases or decreases over time.

Gross Receipts Tax Factor.

In accordance with Section 203.01 of the Florida Statutes, a factor of 2.5641% is applicable to electric sales charges for collection of the state gross receipts tax.

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**RATE SCHEDULE BA - 1
BILLING ADJUSTMENTS
(Continued from Page No.1)**

Franchise Fee Equivalent.

A Franchise Fee Equivalent is applied to the charges for electric service (exclusive of any municipal, county, or state sales tax) provided to customers within the jurisdictional limits of the City. The franchise fee equivalent is added to the charges for electric service prior to the application of any appropriate taxes. The City has established the franchise fee equivalent at six percent.

Municipal Tax.

A municipal tax is applied to the charge for electric service provided to customers within the jurisdictional limits of the City. The City has established a tax rate of ten percent.

Sales Tax.

A state sales tax is applied to the charge for electric service provided to all non-residential customers and equipment rental provided to all customers (unless a qualified sales tax exemption status is on record with the City). The State sales tax shall be determined in accordance with the State's sales tax laws. The amount collected by the City shall be remitted to the State in the manner required by law. Orange County Florida has imposed a County Discretionary Sales Surtax and such tax shall be applied and paid in a like manner.

Establishment of Service.

Charges for the establishment or re-establishment of service shall be in accordance with Rate Schedule SC-1, Service Charges herein and the City's General Rules and Regulations Governing Electric Service.

Returned Check Charge.

Service charges for each check dishonored by the bank upon which it is drawn shall be in accordance with SC-1, Service Charges herein.



**RATE SCHEDULE BA-1
BILLING ADJUSTMENTS**

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To the Rate per Month provision in each of the City’s rate schedule which reference the billing adjustments set forth below.

Fuel Cost Recovery Factor:

Rate Schedule	Fuel Cost Recovery Factor (cents per kW-hr)
RS-1 (1 st 1,000 kWh)	2.333 <u>1.835</u>
(All additional kWh)	3.333 <u>2.835</u>
GS-1	2.766 <u>2.281</u>
GS-2	2.766 <u>2.281</u>
GSD-1	2.766 <u>2.281</u>
LS-1	2.766 <u>2.281</u>

Fuel Adjustment Factor.

The Fuel Adjustment Factor will be determined periodically by the City. This factor is designed to recover the cost of fuel that is included in the cost of bulk power supply incurred by the City to provide electric service to its customers. Review of Fuel Adjustment adequacy will occur at least quarterly. If the fuel Adjustment Factor under-recovers fuel cost, the City will increase the Fuel Adjustment to collect the under recovery. If the Fuel Adjustment Factor over-recovers fuel cost, the City will decrease the fuel adjustment to credit back to customers the over-recovery. ~~In order to stabilize fluctuations in the fuel adjustment factor, the City Manager may determine to phase in such increases or decreases over time. In no case, however, will cumulative under or over collections be allowed to exceed~~

It is the City’s intention to maintain a fuel cost stabilization fund balance in the amount of 10% of the fiscal year’s annual fuel budget rounded up to the next \$100,000 (“target”). If the fuel cost stabilization fund’s balance exceeds 125% of the target, the City will decrease the fuel adjustment to return the excess over the target in the following six months. If the fuel cost stabilization fund balance falls below 75% of the target, the City will increase the fuel adjustment to increase the balance back to the target level in the following nine months, without appropriate adjustments to the fuel adjustment. ~~In order to stabilize fluctuations in the fuel adjustment factor, the City Manager may determine to phase in such increases or decreases over time.~~

Gross Receipts Tax Factor.

In accordance with Section 203.01 of the Florida Statutes, a factor of 2.5641% is applicable to electric sales charges for collection of the state gross receipts tax.

~~Franchise Fee Equivalent.~~ Moved to sheet 3.101

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**RATE SCHEDULE BA - 1
BILLING ADJUSTMENTS
(Continued from Page No.1)**

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