



**Courses, presentations and webinars
offered by Utility Financial Solutions**

Rate Making for Utility Boards & City Councils

Electric costs around the country are rising due to changes in power supply costs, aging infrastructures, significant capital improvements, and pressure to increase city contributions. To help ensure customer rates are structured correctly It is important for management and Boards to understand the utility's cost structure and use the information to send price signals to customers. This session will take participants through the information provided by a traditional cost of service study and discuss how the information can be used to design customer rates. The following topics will be covered:

1. Cost of service studies and information provided to Management and Board of Directors.
2. How marginal costs analysis can supplement traditional studies to develop electric rates
3. Using the cost of service study to design rates and minimize customer impacts
4. Why rates vary by type of customer
5. What type of cost the rate components (Facilities Charge, energy, demand) are designed to recover