



Municipal Electric Utilities Association of NYS

News and Views

September
2018

MEUAs Points of Interest

- Since 1930
- President Larry Kilburn
- Office located in
Syracuse New York

Executive Committee

2017-2018

President– Larry Kilburn

President/Elect-Owen McIntee

VP/Treasurer- Andrew Thompson

VP/Sec.– Bill Whitfield

Trustee– Nancy Steedman

Trustee- Brent Bodine

Trustee- Jeff Dobbins

Newsletter Contents

Executive Director
Report

2018 Regional Meetings

Chris Wentlent: NYISO
Representative

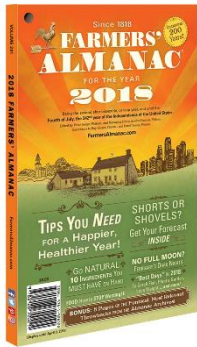
Events Calendar



Municipal Members

*Akron-Andover-Angelica-Arcade-Bath-Bergen-Boonville-Brocton-
Castile-Churville-Endicott-Fairport-Frankfort-Greene-Groton-
Hamilton-Holley-Ilion-Lake Placid-Little Valley-Marathon-
Massena-Mayville-Mohawk-Penn Yan-Philadelphia-Plattsburgh-
Richmondville-Rouses Point-Salamanca-Silver Springs-
Skaneateles-Solvay-Spencerport-Springville-Theresa-Tupper Lake-
Watkins Glen-Wellsville-Westfield*

September already!! Kids are back to school and Autumn is approaching. This certainly has been a very warm summer with plenty of rain as well.



Looking at the winter's forecast is always interesting this time of year. The *Farmers' Almanac* is predicting a very long, cold and snow filled winter from the central part of the USA to New England, whereas, the *Old Farmer's Almanac* is predicting the opposite,

with warmer and wet conditions brought on by a weak El Nino which will prevent cold air masses from lingering in the North. So, I guess we will see which prediction pans out.

The Accounting & Finance Workshop is scheduled for October 10th & 11th at the NEW Embassy Suites Destiny USA location. This Workshop will be solely focused on Municipal Electric Accounting 101 as was requested by many of last year's participants.



Sylvia Boice and her committee have put together a great agenda and will feature Bill Freitag-BST, putting the attendees through the paces.

I hope the municipal members have their accounting and clerical staff attend as this promises to be a very educational and informative workshop.

Please see the attached agenda.

The NYPA annual cost of service review meeting went well. The information received from NYPA will now be reviewed and questions from the review will be sent back to NYPA for their consideration.



Chris Wentlent:
September 2018
NYISO Report

AC Transmission Update – On June 26, the NYISO Management Committee approved the NYPA/North American Transmission planned projects for both Segment A and Segment B of the 1000 MW AC Transmission project. Several other developers requested the opportunity for oral argument before the NYISO Board of Directors. Oral arguments were heard on July 16, 2018 specifically focused on Segment B, the lower Hudson Valley segment, of the proposed project and areas to improve the public policy transmission process going forward. The NYISO Board is expected to provide a decision in the near term.

July 2018 Market Highlights – the July 2018 LBMP averaged \$39.53/MWh compared to \$35.84/MWh in July 2017. Natural Gas was \$2.87/MMBtu; overall natural gas prices are up 17.4% year over year. Statewide uplift was (.57)/MWh.

Zones A-F Day Ahead Market (DAM) LBMPs

Zone	DAM LBMP
Zone A	\$37.55
Zone B	\$30.24
Zone C	\$31.54
Zone D	\$27.30
Zone E	\$31.45
Zone F	\$32.98

As you can see from the July 2018 DAM results; the west zone (zone A) continues to experience higher costs due to congestion, and the north zone (Zone D) continues to be lower priced due to high generation, lower demand and counter-congestion.



Municipal Electric Utilities Association of New York State

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ACCOUNTING AND FINANCE WORKSHOP OCTOBER 10th AND 11th, 2018 SYRACUSE, NEW YORK

AGENDA

Wednesday

8:00 – 9:00 Registration

9:00 – 10:30 Consumer Accounting
(Billing, A/R, disconnects, security deposits, etc.)

Presented by Jeff Dobbins of Massena Electric

10:30 – 10:45 Break

10:45 – 12:00 Preparing a Budget and Understanding
Cash Flow for Your Electric Utility

Presented by Aaron Daniels of Fairport Electric

12:00 – 1:00 Lunch

1:00 – 4:30 “Electric Utility Accounting 101” or
“Concepts, Concepts, and More Concepts”

Presented by Bill Freitag, BST & Co. CPAs, LLP

- Municipal Electric Utilities – A Very Brief History
- Regulation
- Names & Terms You Should Be Aware Of
 - o PPAC
 - o Base Customer Rates
 - o Base Cost versus Present Purchased Cost
 - o TCC’s
 - o Rate Base
 - o Rate of Return
 - o PILOT
 - o Contributions to Municipality
 - o Contributions for Extensions
 - o GASB #68
- Operating Property, the Work Order System and Related “Stuff”
 - o Capital versus Expense – Why it’s Important
 - o Discussion on Rate Base (and Related Rate of Return)

- o Clearing Accounts (Overhead Application)
- o Acceptable Ways to Allocate Overhead
- o Materials and Supplies Inventory
- o Retirements
- o Salvage Value

- Let’s Get to Work!
(You will need your calculators)

Thursday

8:30 – 9:45 “Electric Utility Accounting 101” or
“Concepts, Concepts, and More Concepts”

Presented by Bill Freitag, BST & Co. CPAs, LLP

- Rate Filings (PSC and NYPA)

9:45 – 10:15 Break

10:15 – 11:30 PPAC Reconciliation

- RECs and ZECs Reconciliation

11:30 – 12:00 Question and Answer Session
(*Jeff Dobbins, Aaron Daniels, Bill Freitag*)

