

April 22, 2025

MEMORANDUM

TO: Stephanie B Mullins, Chief Financial Officer
Andy Hollis, AVP – Budget Administration and Reporting

RE: Proposed FY26 Utility Rate Changes

Below please find the proposed FY26 utility rate changes. We base these projections on consultations with the various utility providers and detailed analysis by the Energy Management Department. Projected utility rates should not be considered guaranteed as additional, unanticipated external rate adjustments may occur, but should provide a *framework for budgeting*.

We review the financial performance of our internal utilities - Chilled Water and Steam - monthly. We are prepared to adjust these rates mid-year if warranted. We will share any changes before we implement.

UTILITY	FY24	FY25	PROJECTED FY26
Natural Gas	+5%	+2%	+3%
Water & Sewer	+7%	+7%	+7%
Electricity	+5%	+3%	+3%
Chilled Water	+3% (\$20.18/MMBTu)	+3% (\$20.78/MMBTu)	+3% (\$21.41/MMBTu)
Steam*	+3% (\$33.16/Mlbs)	+3% (\$34.15/Mlbs)	+3% (\$35.18/Mlbs)

* Condensate credit will continue to be applied where appropriate.

Requested by: Darryl Crider 
Assistant VP for Facilities Management

Recommended: Dede Moore 
Director of Financial Management

Recommended by: Jolene King 
Assistant VP for Facilities Administration

Approved by: Greg Parsons 
Chief Facilities Officer

FACILITIES DIVISION
Facilities Administration and EH&S

Mailing Address:
FACILITIES ADMINISTRATION BUILDING
801 6TH AVE SOUTH | BIRMINGHAM, AL 35233

phone: 205.975.3327
www.uab.edu/facilities