



Energy Edge

A NEWSLETTER FOR MEMPHIS LIGHT, GAS AND WATER DIVISION GENERAL POWER CUSTOMERS
AUGUST 2009

Energy and utility rate projections provided to assist with annual budgeting

Budgeting for utility and municipal service costs can be challenging due to fluctuating consumption and differing fiscal calendars. TVA, the City of Memphis and MLGW share the following plans about rate changes and effective dates to assist you in preparing or adjusting your organization's operating budget:

- Electricity—TVA anticipates a 7% to 10% rate increase effective with the October 1 start of its new fiscal year. Details should be finalized and covered in the September issue of *Energy Edge*.
- Natural gas—MLGW anticipates that natural gas rates will stay on track with 2009 rates, based on current market conditions. Since weather is a primary indicator of gas demand, which in turn drives costs in the deregulated market, extreme winter temperatures could change the outlook.
- MLGW has begun budget preparation for its fiscal year, which begins January 1. MLGW currently does not anticipate an increase in its 2010 operations budget, which is typically presented to the Board and City Council in October/November.
- Storm Water Enterprise Fee—The City of Memphis raised the storm water fee from \$3.30 to \$3.64 per SFU, beginning 7/31/2009.
- Sewer Fee—The City of Memphis raised the base sewer fee to \$0.7876 per Ccf, beginning 7/31/2009. Additional charges may apply, specific to your facility's output components.

While no one wants to see costs continue to rise, rate increases do strengthen economic justification for energy improvements that reduce operating costs. Now is the time to explore facility improvements that will reduce your energy usage. Check out the Business eValuation tools online at www.mlgw.com under For Your Business > Energy Saving Tools. MLGW will also introduce new programs and services for small- to mid-size and demand-billed customers in the coming weeks. Watch future issues of *Energy Edge* for details.

MLGW Rates

MLGW's current and historic electric, natural gas and water rates are published at www.mlgw.com, along with updated Purchased Gas Adjustment and Fuel Cost Adjustment rates.

Purchased Gas Adjustment (PGA)

MLGW Rate	Consumption	Demand
G-1 residential	(\$0.099)	na
G-7	(\$0.253)	na
G-8 / G-9	(\$0.351)	\$0.172
G-10 / G-12	(\$0.345)	na

Adjustment in \$/Ccf to published natural gas rates for meters read on or after 7/31/2009.

Fuel Cost Adjustment (FCA)

TVA Rate Class	MLGW Rate Code	FCA Amount
GSA, Part 1	E-2	\$0.00548
GSA, Part 2	E-2	\$0.00548
GSA, Part 3	E-2	\$0.00542
Residential	E-1	\$0.00554
Outdoor Lighting	E-3	\$0.00555

Adjustment in \$/kWh to all firm kWh, beginning with meters read on 7/1/2009 and lasting for three consecutive billing periods.



Important Contact Information

Commercial Resource Center:

Monday-Friday

7:30am-5:00pm Central

Phone: 901-528-4270

Fax: 901-528-4547

E-mail: crc@mlgw.org

Emergency: 901-528-4465

Outage: 901-544-6500

VIEW YOUR BILL ONLINE AT www.mlgw.com

TVA to host open house to review 20-year Integrated Resource Plan

Residents, businesses invited to participate in August 6 event

TVA will chart its options for generating electricity and managing natural resources for the next 20 years in a new Integrated Resource Plan (IRP), called *TVA's Environmental and Energy Future*. As part of the plan, TVA is obtaining public input on TVA's natural resource management activities and power source options to ensure a reliable supply of electricity for the future with minimal environmental impacts. The last of seven regional meetings will be held in Memphis this week. TVA will make brief presentations at 4:30, 5:30 and 6:30pm.

The IRP outlines various sources for producing electricity, costs, reliability and potential impacts on the environment. It also reviews ways to conserve and manage natural resources and consider types of viable renewable generation that are available. To learn more, visit www.tva.com/irp Comments also can be submitted online through 8/14/2009.

TVA Public Input Meeting:

Thursday, 8/6/09

4:00-8:00pm

BRIDGES Center

High Adventure Hall

477 N. Fifth Street

TVA completed a similar 20-year Integrated Resource Plan in 1995, titled *Energy Vision 2020*. TVA provides power to large industries and 158 power distributors—including MLGW—that serve approximately 9 million consumers in seven southeastern states.

Energy Edge is published by the Commercial & Industrial Customer Care department of Memphis Light, Gas and Water Division. Comments and distribution list changes may be e-mailed to: CRC@mlgw.org