



Billing and Billing Rates

October 2026



Iowa Utilities Commission

Billing Timeline

Quarterly Billing

- Direct Assessments Issued
- **Quarterly** (Nov, Feb, May, August)

Fiscal Year End

- All products/ services received by June 30, 2026
- Hold open period starts July 1, 2026

Hold Open Period Ends

- Hold open period ends August 30, 2026
- All expenses paid by end of period

Remainder Billing

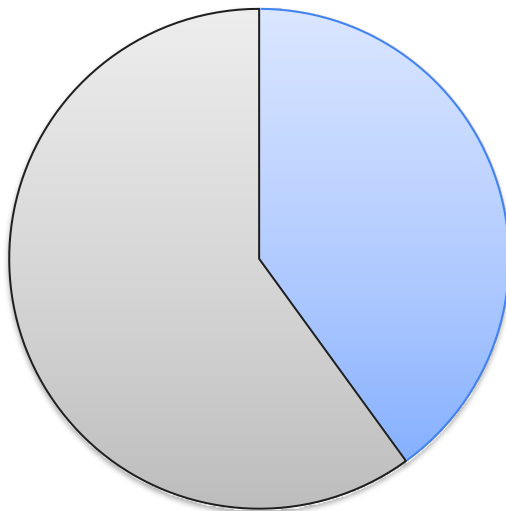
- Calculate a credit/debit based on expenditures
- Prepare FY27 billing rates (Oct 30)
- Issue remainder billing (November 2026)

Direct vs Remainder Assessment

Total Legislative Authorization

Remainder Billing

- Companies report gross operating revenues annually
- Staff bills time to industry remainder (gas, telecom electric) or Misc. remainder
- Amount billed is based on hourly time but spread over to applicable companies based on gross assessable revenues



Direct Billing

- Quarterly
- Staff hourly rate (billing rate)
- Staff bills time to docket or project

■ Direct ■ Remainder

Calculating IUC Billing Rates

- **Billing Rate** = (Base Rate) x (Factor)
- **(Base Rate)** = (Average Salary ÷ 1,700 Hours)
- **(Factor)** = (Legislative Authorization ÷ Total Direct Billed Salaries)

- **Average Salary** = IUC Total Salary by Job Classification (Actual Salary and Benefits) ÷ Total FTE's by Job Classification
- **IUC Direct/Indirect Billed Salaries** = Average Salary by job class x Direct/Indirect Percentage