



Commission Members Present: Vanessa Cain, Bill Donohue, Bert Eades, Paul Liepe, Sheila Williamson-Branch, Fred Shanks, Helm Dobbins, Ken Larking

Commission Members Absent:

Staff Present: Alan Spencer, Lori Millner, Philip Haley, Jason Grey, Janet Davis, Alan Johnson, Kelly Kinnett, Mike Spencer, Jennifer Holley, Michael Adkins, Carolyn Evans, Laura Blackwell

Others Present: Jerry Shupe, Inframark

Call to Order and Announcements

Chairman Donohue opened the meeting and asked that the attendance be recorded. As a quorum was present, the meeting was called to order.

Discussion/Business Items

Minutes of March 25, 2019 Commission Meeting

Chairman Donohue asked for any corrections, deletions, or adjustments to the minutes from March 25, 2019.

Mr. Dobbins made a motion to approve the minutes. Mr. Eades seconded, all members voted in favor, and the motion carried unanimously.

Review of Utilities' Financial Statements

Ms. Holley presented the March financial statements for each utility fund.

Mr. Donahue asked about the bad debt noted in the electric fund. Ms. Holley stated that this money could still be recouped should customers submit payment for the delinquent bills.

Transco Turn Back Capacity Proposal

Mr. Kinnett presented a proposal from Transco requesting that Danville Utilities consider granting as an option to take back a portion of unutilized production-area capacity in exchange for a discount on the reservation rate.

Mr. Shanks asked if the decrease would affect future rates. Mr. Kinnett responded that this decrease will only affect the Purchased Gas Adjustment (PGA).

A motion was made by Mr. Eades and seconded by Mr. Dobbins that the Danville Utility Commission recommend to City Council pursuing Transco's proposal of releasing 2,875 dekatherms per day of capacity between stations 30 to 65 with an additional option of 4,227 dekatherms per day at a discount rate of \$0.08/ dekatherm. All members voted in favor, and the motion carried unanimously.

Schoolfield Hydro Renewable Energy Credit Strategy 2019-2020

Mr. Grey presented the a proposed strategy for selling renewable energy credits from the generation at the Schoolfield Hydro Plant.

A motion was made by Mr. Liepe and seconded by Mr. Dobbins that the Danville Utility Commission recommend to City Council selling the renewable energy credits (REC) associated with the generation at Schoolfield Hydro Plant for a minimum of \$2.00/REC for calendar years 2019 and 2020. All members voted in favor, and the motion carried unanimously.

Power Supply and Peaking Generation Update

Mr. Grey provided an update on the City's 2018 power supply. He also provided a summary of technologies being reviewed to help reduce demand during transmission and capacity peaks for both winter and summer months.

Department Discussions

Mr. Larking said that unused transfers from previous years from the Utility Fund to the General Fund will be utilized to offset some of the deficit in the City's budget. He also mentioned that future new employees will pay towards their retirement.

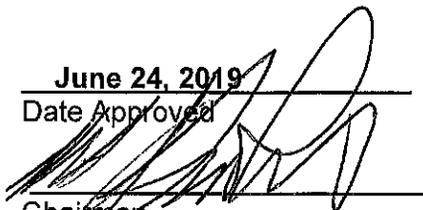
Mr. Adkins introduced Laura Blackwell as the new Division Director of Customer Accounts.

There was no comment from Commission members or the public.

Adjournment

Mr. Donahue stated the next meeting is scheduled for June 24, 2019. Ms. Williamson-Branch made a motion to adjourn. Mr. Dobbins seconded the motion. There being no further business, Mr. Donohue adjourned the meeting at 5:35 p.m.

Submitted by Janet C. Davis
Secretary to the DUC

June 24, 2019
Date Approved

Chairman
Danville Utility Commission