



Danville Utility Commission
4:00 p.m. February 27, 2012 Meeting
Council Conference Room, City Hall
Minutes

Commission Members Present: Steve Daniels, Joe King, Jeff Liverman, Bob Schasse, Fred Shanks, Jim Turpin and Bob Vaughan

Commission Members Absent: Phillip Smith

Staff Present: Michael Adkins, Ken Ashworth, Barbara Dameron, Barry Dunkley, Carolyn Evans, Jason Grey, Jim Harr, Arnold Hendrix, Jennifer Holley, Jim Kendrick, Nate Lewis and Clarke Whitfield

Others Present:

Call to Order & Announcements

Chairman Vaughan 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 January 23, 2012 Commission Meeting: Vice-Chairman Smith asked for any other corrections, deletions, or adjustments to the minutes of January 23, 2012.

There were none. Mr. Turpin made a motion to approve the minutes. Mr. Schasse seconded the motion. The motion was unanimously approved.

Review of Utilities' Financial Statements: Michael Adkins reviewed the December 2011 financial statements.

Mr. Adkins explained that the figures requested at the last meeting including the Gas Fund's net income figures excluding hedging and the Electric Fund's figures with the energy efficiency numbers separated out will be reflected in future statements.

The commissioners requested a summary of the Energy Efficiency Rebate expenses. Mr. Adkins said that he would bring those figures back at a future meeting.

Mr. Schasse asked why operating expenses were better than budgeted. Ken Ashworth answered that it was a product of efficient operations.

Mr. Adkins then addressed additional questions from the Commissioners.

Review of Revised FY 2013 Budget: Jennifer Holley said that at the January meeting the Commissioners reached an agreement on operating capital. Ms. Holley then gave details on the capital improvement projects for each division in the revised FY 2013 budget.

Ms. Holley then addressed questions from the Commissioners.

Mr. Liverman moved that the Danville Utility Commission approve the updated version of the Utility Department's Proposed FY 2013 Budget for submission to the City Manager and inclusion in his budget proposal to the City Council, with the Commission's recommendation for its adoption by Council. He further moved that staff make budget expenditure adjustments necessary to bring the budgets back into balance without rate increases and brief the Commission on actions taken at the March 26th meeting, should on-going rate study evaluations reveal revenue shortfalls.

Mr. Schasse seconded the motion. A vote was cast and the motion passed unanimously.

Communications

Communications from City Manager: There were none.

Communications from Utilities Staff: Nate Lewis said that Arnold Hendrix had recently sent a press release describing energy meters that can now be checked out of the Danville Public Library using a library card. Mr. Lewis explained that the meters allow the users to see how much energy an appliance is using daily, monthly and yearly.

The Commissioners then asked about the compact fluorescent light bulb instant rebate program and if any stores had started giving the rebates. Mr. Lewis said that he is currently waiting on Lowe's legal department to work up the details for their program. Mr. Shanks said that smaller stores should be contacted also.

Communications from Commissioners: Mr. Liverman expressed that he thought the meters in the library was a great program that could save customers a lot of money if they use them.

Mr. Schasse said it had been the easiest budget process he had ever been through. Mr. Vaughan thanked the staff for their hard work and making the budget easy to understand.

Director's Report: There were no additional comments.

Public Comments: There were none.

Adjournment

Chairman Vaughan stated the next meeting is scheduled for March 26, 2012. There being no further business, Chairman Vaughan adjourned the meeting at 5:20 p.m.

Submitted by Patti OKeefe
Secretary to the DUC

March 26, 2012
Date Approved

Chairman
Danville Utility Commission