DANVILLE UTILITY COMMISSION AGENDA

CITY COUNCIL CHAMBERS

April 22, 2024

4:00 PM

A. CALL TO ORDER

B. ROLL CALL

C. ITEMS FOR DISCUSSION

1. Minutes of the March 25, 2024 Commission Meeting
2. Review of February Financial Statements
3. Lead and Copper Service Line Inventory Mandate

ADJOURN

Next Meeting: May 13, 2024 at 4:00pm

Danville Utility Commission

STAFF REPORT

DATE: April 22, 2024

TO: Danville Utility Commission

FROM:

RE: Minutes of the March 25, 2024 Commission Meeting

ATTACHMENTS

1. March 25 2024 DUC Minutes

Danville Utility Commission

4:00 p.m. March 25, 2024 Meeting
Council Chambers, City Hall

Minutes

Commission Members Present: Helm Dobbins, Ken Larking, Anna Kautzman, Mary Williamson, Gary Miller

Commission Members Absent: Vanessa Cain, Murray Whittle, Steven Merricks, Sheila Williamson-Branch

Staff Present: Jason Grey, Ryan Dodson, Janet Davis, Amy Chandler, Michael Adkins

Others Present:

Call to Order

Vice Chairman Dobbins 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 February 26, 2024 Commission Meeting

Mr. Dobbins asked for any corrections, deletions, or adjustments to the minutes from February 26, 2024.

Ms. Kautzman made a motion to approve the minutes. Mr. Larking seconded, all members voted in favor, and the motion carried unanimously.

Review of Utilities' Financial Statements

Ms. Chandler presented the January financial statements for each utility fund.

Upcoming Economic Development Related Capital Projects

Jason Grey provided an update on various utility capital projects underway to meet specific economic development projects in-service dates in 2024. New utility customers Tyson Foods and Aerofarms were added in 2023. In 2024, the City expects to add Caesars, Accelerated Training in Defense Manufacturing Facility at the Institute for Advanced Learning and Research (IALR), and Dan River Falls. This is in addition to a growing list of residential and commercial development projects that are underway across the electric service territory.

Mr. Dobbins asked how much road disturbance there will be for the underground project on West Main. Mr. Grey responded that the distance is just three-fourths of a mile.

Department Discussions

Mr. Grey said next month the water consultant will present on the lead service line inventory project.

There was no comment from the public.

Adjournment

Mr. Dobbins stated the next meeting is scheduled for April 22, 2024. Ms. Kautzman made a motion to adjourn. Mr. Larking seconded. There being no further business, Mr. Dobbins adjourned the meeting at 4:22 p.m.

Submitted by Janet C. Davis
Secretary to the DUC

_ April 22, 2024____________
Date Approved

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Chairman
Danville Utility Commission

Danville Utility Commission

STAFF REPORT

DATE: April 22, 2024

TO: Danville Utility Commission

FROM: Amy Chandler, Assistant Director of Finance

RE: Review of February Financial Statements

February financials will be reviewed.

ATTACHMENTS

1. DUC Financial Statements Feb 2024

CITY OF DANVILLE
UTILITY FUNDS
COMBINING STATEMENT OF NET ASSETS - UNAUDITED
FEBRUARY 29, 2024

		WASTEWATER	WATER	GAS	ELECTRIC	TELECOM	FEBRUARY 29, 2024
ASSETS							
Equity in pooled Cash and Investments	$	7,403,433.62	12,352,271.26	14,804,080.08	18,803,841.92	1,320,226.77	54,683,853.65
Receivables (Net of allowances for Uncollectible):							
Accounts		1,237,768.72	1,172,097.88	2,891,322.77	15,222,619.22	15,108.33	20,538,916.92
Power/Gas Cost Recovery		-	-	111,603.79	(2,449,886.77)	-	(2,338,282.98)
Pension Assets		93,746.00	172,308.00	123,133.00	507,623.00	20,347.00	917,157.00
Inventory of Gas, Materials and Supplies, at Cost		-	1,114,580.47	786,715.26	3,250,883.84	264,572.45	5,416,752.02
Fixed Assets		107,692,263.36	88,956,447.56	72,666,288.01	329,884,261.45	11,305,070.96	610,504,331.34
Accumulated Depreciation		(54,366,009.65)	(45,785,880.17)	(32,232,372.61)	(149,485,995.77)	(5,029,016.60)	(286,899,274.80)
Deferred Outflows - Pension		287,260.00	527,994.00	377,311.00	1,555,480.00	62,346.00	2,810,391.00
TOTAL ASSETS	$	62,348,462.05	58,509,819.00	59,528,081.30	217,288,826.89	7,958,654.91	405,633,844.15
LIABILITIES AND NET ASSETS							
Liabilities							
Accounts Payable	$	337,351.09	229,284.07	1,465,296.88	10,542,939.75	31,002.96	12,605,874.75
Accrued Interest Payable		18,679.85	111,687.88	10,742.85	668,400.51	-	809,511.09
Customer Deposits		-		-	4,184,623.78	-	4,184,623.78
Accrued Vacation, Sick Leave & Workers Comp.		1,440.00	155,673.98	86,380.94	614,499.48	10,973.20	868,967.60
Deferred Gain / Loss - Refunding Bonds		(91,602.10)	(88,594.45)	(47,175.24)	(984,650.97)	-	(1,212,022.76)
Original Issue Premium/Discount (Refunding Bonds)		115,600.57	870,708.76	55,572.99	5,023,065.15	-	6,064,947.47
General Obligation Bonds Payable		1,061,829.37	4,419,070.19	578,613.44	45,416,200.44	-	51,475,713.44
Revenue Bonds Payable		-	3,702,857.14	-	2,777,142.86	-	6,480,000.00
Long-Term Leases, Notes, and Contracts Payable		-	-	-	438,584.85	-	438,584.85
TOTAL LIABILITIES	$	1,443,298.78	9,400,687.57	2,149,431.86	68,680,805.85	41,976.16	81,716,200.22
Net Assets							
Contributed Capital	$	4,133,108.78	4,676,282.92	1,340,510.58	13,721,622.53	337,248.59	24,208,773.40
Retained Earnings:							
Restricted for Investment in Fixed Assets	$	48,107,317.09	29,590,242.83	38,506,393.63	114,444,885.67	5,938,805.77	236,587,644.99
Restricted for Incomplete Projects		6,989,087.25	12,628,186.01	8,222,538.87	6,169,650.95	482,797.45	34,492,260.53
Restricted for Subsequent Expenses		1,442,576.49	63,645.12	34,741.39	1,373,179.04	2,041.32	2,916,183.36
Net Pension Assets		93,746.00	172,308.00	123,133.00	507,623.00	20,347.00	917,157.00
Deferred Outflows - Pension		287,260.00	527,994.00	377,311.00	1,555,480.00	62,346.00	2,810,391.00
Unrestricted		139,327.66	1,978,466.55	9,151,331.97	12,391,059.85	1,135,438.62	24,795,624.65
Total Retained Earnings	$	56,772,054.49	44,432,848.51	56,038,138.86	134,886,398.51	7,579,430.16	299,708,870.53
TOTAL NET ASSETS	$	60,905,163.27	49,109,131.43	57,378,649.44	148,608,021.04	7,916,678.75	323,917,643.93
TOTAL LIABILITIES AND NET ASSETS	$	62,348,462.05	58,509,819.00	59,528,081.30	217,288,826.89	7,958,654.91	405,633,844.15

CITY OF DANVILLE
UTILITY FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
FOR THE PERIOD ENDED FEBRUARY 29, 2024

	WASTEWATER	WATER	GAS	ELECTRIC	TELECOM	FEBRUARY 29, 2024
Operating revenues:						
Charges for Services	$ 6,124,253.38	6,003,378.15	13,903,488.13	86,571,940.91	582,180.61	113,185,241.18
Operating Expenses:						
Purchased Services	$ -	-	8,348,290.12	65,921,045.31	44,326.59	74,313,662.02
Production	-	-	-	1,524.14	-	1,524.14
Transmission & Treatment	2,184,281.79	1,226,366.15	-	1,290,639.75	-	4,701,287.69
Engineering	-	164,283.89	174,543.30	1,014,872.28	-	1,353,699.47
Distribution	1,217,698.22	631,599.58	692,829.45	3,958,568.25	-	6,500,695.50
Service	56,409.28	101,799.88	35,424.13	-	-	193,633.29
Meters & Regulators	-	82,633.07	92,099.30	349,192.61	-	523,924.98
Administrative	1,897,210.08	2,398,186.66	2,572,300.28	9,611,212.49	579,638.92	17,058,548.43
Total Operating Expenses	$ 5,355,599.37	4,604,869.23	11,915,486.58	82,147,054.83	623,965.51	104,646,975.52
Operating Income (Loss)	$ 768,654.01	1,398,508.92	1,988,001.55	4,424,886.08	(41,784.90)	8,538,265.66
Non-Operating Revenues (Expenses):						
Jobbing Income (Loss)	23,396.37	110,563.60	392,275.03	1,711,199.98	13,516.76	2,250,951.74
Interest Income	134,145.54	264,064.10	262,501.47	454,520.51	24,034.75	1,139,266.37
Energy Efficiency Recovery	-	-	-	-	-	-
Gain (Loss) on Disposal of Property	5,250.00	-	20,054.00	14,115.00	-	39,419.00
Recoveries and Rebates	-	-	421.12	(43,676.57)	-	(43,255.45)
Interest Expense	(38,718.12)	(196,409.62)	(23,022.18)	(1,096,265.57)	-	(1,354,415.49)
Total Non-Operating Revenues (Expenses)	$ 124,073.79	178,218.08	652,229.44	1,039,893.35	37,551.51	2,031,966.17
Income (Loss) Before Operating Transfers	$ 892,727.80	1,576,727.00	2,640,230.99	5,464,779.43	(4,233.39)	10,570,231.83
Operating Transfers:						
Transfers In (Out)	(470,506.64)	(644,200.00)	(2,132,886.64)	(7,090,406.64)	(54,000.00)	(10,391,999.92)
Total Operating Transfers	$ (470,506.64)	(644,200.00)	(2,132,886.64)	(7,090,406.64)	(54,000.00)	(10,391,999.92)
Net Income (Loss)	$ 422,221.16	932,527.00	507,344.35	(1,625,627.21)	(58,233.39)	178,231.91
Net Assets - July 1, 2023, as restated	60,440,030.93	48,176,604.43	56,871,305.09	150,233,648.25	7,974,912.14	323,696,500.84
Net Income (Loss)	422,221.16	932,527.00	507,344.35	(1,625,627.21)	(58,233.39)	178,231.91
Contribution In Aid of Construction	42,911.18	-	-	-	-	42,911.18
Net Assets -June 30, 2024	$ 60,905,163.27	49,109,131.43	57,378,649.44	148,608,021.04	7,916,678.75	323,917,643.93

UTILITY FUNDS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS - UNAUDITED
FOR THE PERIOD ENDED FEBRUARY 29, 2024

WASTEWATER

	ORIGINAL BUDGET 2023-24	ADJUSTMENTS AND CARRYFORWARDS	CURRENT BUDGET 2023-24	FEBRUARY 2024	PERCENT OF CURRENT BUDGET	FEBRUARY 2023
OPERATING REVENUE	9,955,550.00		9,955,550.00	6,124,253.38	61.52%	6,132,401.81
OPERATING EXPENSES						
TRANSMISSION & TREATMENT	3,941,690.00	56,981.91	3,998,671.91	2,184,281.79	54.63%	1,831,284.75
ENGINEERING	-	-	-	-		-
DISTRIBUTION	1,908,710.00	189,651.62	2,098,361.62	1,217,698.22	58.03%	1,049,348.21
SERVICE	160,600.00	-	160,600.00	56,409.28	35.12%	32,940.82
METERS & REGULATORS	-		-	-		-
DEPRECIATION	1,959,530.00	-	1,959,530.00	1,333,875.26	68.07%	1,352,512
BAD DEBT	36,000.00	-	36,000.00	66,810.36	185.58%	66,443.48
GENERAL & ADMINISTRATIVE	749,350.00	-	749,350.00	496,524.46	66.26%	481,904.01
TOTAL OPERATING EXPENSES	8,755,880.00	246,633.53	9,002,513.53	5,355,599.37	59.49%	4,814,433.27
OPERATING INCOME (LOSS)	1,199,670.00	(246,633.53)	953,036.47	768,654.01	80.65%	1,317,968.54
NON-OPERATING REVENUE (EXPENSE)						
INTEREST INCOME ON INVESTMENTS	58,640.00		58,640.00	134,145.54	228.76%	141,869.71
RECOVERIES AND REBATES	-		-	-		-
GAIN/LOSS ON DISPOSAL	-		-	5,250.00		-
JOBBING INCOME (LOSS)	35,000.00		35,000.00	23,396.37	66.85%	19,659.60
INTEREST ON LONG TERM INDEBTEDNESS	(43,070.00)		(43,070.00)	(38,718.12)	89.90%	(45,860.47)
NET INCOME (LOSS)	1,250,240.00	(246,633.53)	1,003,606.47	892,727.80	88.95%	1,433,637.38
OPERATING TRANSFERS IN (OUT)	(705,760.00)		(705,760.00)	(470,506.64)	66.67%	(470,506.52)
NET INCOME AFTER TRANSFERS	544,480.00	(246,633.53)	297,846.47	422,221.16	141.76%	963,130.86
CONTRIBUTION IN AID	40,000.00		40,000.00	42,911.18	107.28%	
REGULAR CAPITAL MAINTENANCE	(1,616,990.00)	(4,959.50)	(1,621,949.50)	(67,959.51)	4.19%	
CAPITAL PROJECTS	(3,050,000.00)	(4,515,079.08)	(7,565,079.08)	(1,129,981.82)	14.94%	
DEBT SERVICE	(152,930.00)		(152,930.00)	(140,374.50)	91.79%	
DEPRECIATION	1,959,530.00		1,959,530.00	1,333,875.26	68.07%	

UTILITY FUNDS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS - UNAUDITED
FOR THE PERIOD ENDED FEBRUARY 29, 2024

WATER

	ORIGINAL BUDGET 2023-24	ADJUSTMENTS AND CARRYFORWARDS	CURRENT BUDGET 2023-24	FEBRUARY 2024	PERCENT OF CURRENT BUDGET	FEBRUARY 2023
OPERATING REVENUE	8,929,030.00		8,929,030.00	6,003,378.15	67.23%	5,611,590.54
OPERATING EXPENSES						
TRANSMISSION & TREATMENT	2,177,120.00	7,212.99	2,184,332.99	1,226,366.15	56.14%	1,391,750.22
ENGINEERING	404,550.00	1,220.00	405,770.00	164,283.89	40.49%	153,666.78
DISTRIBUTION	891,480.00	12,521.00	904,001.00	631,599.58	69.87%	506,831.98
SERVICE	260,310.00		260,310.00	101,799.88	39.11%	52,689.16
METERS & REGULATORS	123,310.00		123,310.00	82,633.07	67.01%	63,636.74
DEPRECIATION	1,494,790.00		1,494,790.00	1,028,674.70	68.82%	1,107,112.00
BAD DEBT	30,000.00		30,000.00	57,926.82	193.09%	71,868.29
GENERAL & ADMINISTRATIVE	2,023,620.00	10,160.00	2,033,780.00	1,311,585.14	64.49%	1,275,182.79
TOTAL OPERATING EXPENSES	7,405,180.00	31,113.99	7,436,293.99	4,604,869.23	61.92%	4,622,737.96
OPERATING INCOME (LOSS)	1,523,850.00	(31,113.99)	1,492,736.01	1,398,508.92	93.69%	988,852.58
NON-OPERATING REVENUE (EXPENSE)						
INTEREST INCOME ON INVESTMENTS	69,670.00		69,670.00	264,064.10	379.02%	172,593.99
RECOVERIES AND REBATES	7,000.00		7,000.00	-	0.00%	5,196.58
GAIN/LOSS ON DISPOSAL	7,500.00		7,500.00	-	0.00%	-
JOBBING INCOME (LOSS)	132,000.00		132,000.00	110,563.60	83.76%	105,992.02
INTEREST ON LONG TERM INDEBTEDNESS	(499,580.00)		(499,580.00)	(196,409.62)	39.31%	(41,552.16)
NET INCOME (LOSS)	1,240,440.00	(31,113.99)	1,209,326.01	1,576,727.00	130.38%	1,231,083.01
OPERATING TRANSFERS IN (OUT)	(966,300.00)		(966,300.00)	(644,200.00)	66.67%	(635,533.48)
NET INCOME AFTER TRANSFERS	274,140.00	(31,113.99)	243,026.01	932,527.00	383.71%	595,549.53
CONTRIBUTION IN AID	-		-	-	0.00%	
REGULAR CAPITAL MAINTENANCE	(1,128,280.00)	(375,386.98)	(1,503,666.98)	(796,311.37)	52.96%	
CAPITAL PROJECTS	(680,000.00)	(11,632,968.98)	(12,312,968.98)	(4,392,138.58)	35.67%	
DEBT SERVICE	(242,600.00)		(242,600.00)	(227,510.50)	93.78%	
DEPRECIATION	1,494,790.00		1,494,790.00	1,028,674.70	68.82%	

UTILITY FUNDS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS - UNAUDITED
FOR THE PERIOD ENDED FEBRUARY 29, 2024

GAS

	ORIGINAL BUDGET 2023-24	ADJUSTMENTS AND CARRYFORWARDS	CURRENT BUDGET 2023-24	FEBRUARY 2024	PERCENT OF CURRENT BUDGET	FEBRUARY 2023
OPERATING REVENUE	27,234,710.00		27,234,710.00	13,903,488.13	51.05%	19,852,807.13
	-					
COST OF SALES	-					
PURCHASED SERVICES	18,221,520.00		18,221,520.00	8,348,290.12	45.82%	14,087,308.79
PRODUCTION	-		-	-		-
TOTAL COST OF SALES	18,221,520.00	-	18,221,520.00	8,348,290.12		14,087,308.79
GROSS PROFIT	9,013,190.00	-	9,013,190.00	5,555,198.01		5,765,498.34
GROSS PROFIT %	33.09%		33.09%	39.96%		29.04%
OPERATING EXPENSES						
TRANSMISSION & TREATMENT	-		-	-		-
ENGINEERING	378,230.00		378,230.00	174,543.30	46.15%	150,354.44
DISTRIBUTION	863,640.00	34,521.00	898,161.00	692,829.45	77.14%	444,632.94
SERVICE	258,810.00		258,810.00	35,424.13	13.69%	31,118.44
METERS & REGULATORS	159,230.00		159,230.00	92,099.30	57.84%	92,249.33
DEPRECIATION	1,554,450.00		1,554,450.00	1,068,292.46	68.72%	1,126,952.00
BAD DEBT	50,000.00		50,000.00	120,132.36	240.26%	113,663.96
GENERAL & ADMINISTRATIVE	2,205,950.00	19,003.40	2,224,953.40	1,383,875.46	62.20%	1,237,738.10
TOTAL OPERATING EXPENSES	5,470,310.00	53,524.40	5,523,834.40	3,567,196.46	64.58%	3,196,709.21
OPERATING INCOME (LOSS)	3,542,880.00	(53,524.40)	3,489,355.60	1,988,001.55	56.97%	2,568,789.13
NON-OPERATING REVENUE (EXPENSE)						
INTEREST INCOME ON INVESTMENTS	100,110.00		100,110.00	262,501.47	262.21%	194,272.46
RECOVERIES AND REBATES	-		-	421.12	0.00%	378.35
GAIN/LOSS ON DISPOSAL	-		-	20,054.00	0.00%	-
JOBBING INCOME (LOSS)	115,940.00		115,940.00	392,275.03	338.34%	66,337.64
INTEREST ON LONG TERM INDEBTEDNESS	(23,850.00)		(23,850.00)	(23,022.18)	96.53%	(27,498.85)
NET INCOME (LOSS)	3,735,080.00	(53,524.40)	3,681,555.60	2,640,230.99	71.72%	2,802,278.73
OPERATING TRANSFERS IN (OUT)	(3,199,330.00)		(3,199,330.00)	(2,132,886.64)	66.67%	(2,130,886.52)
NET INCOME AFTER TRANSFERS	535,750.00	(53,524.40)	482,225.60	507,344.35	105.21%	671,392.21
CONTRIBUTION IN AID			-	-	0.00%	
REGULAR CAPITAL MAINTENANCE	(558,860.00)	(111,294.17)	(670,154.17)	(456,573.39)	68.13%	
CAPITAL PROJECTS	(1,100,000.00)	(7,412,671.89)	(8,512,671.89)	(503,723.80)	5.92%	
DEBT SERVICE	(93,030.00)		(93,030.00)	(90,639.50)	97.43%	
DEPRECIATION	1,554,450.00		1,554,450.00	1,068,292.46	68.72%	

UTILITY FUNDS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS - UNAUDITED
FOR THE PERIOD ENDED FEBRUARY 29, 2024

ELECTRIC

	ORIGINAL BUDGET 2023-24	ADJUSTMENTS AND CARRYFORWARDS	CURRENT BUDGET 2023-24	FEBRUARY 2024	PERCENT OF CURRENT BUDGET	FEBRUARY 2023
OPERATING REVENUE	132,932,400.00		132,932,400.00	86,571,940.91	65.12%	89,523,807.35
COST OF SALES						
PURCHASED SERVICES	97,843,510.00		97,843,510.00	65,921,045.31	67.37%	68,900,397.62
PRODUCTION	-	-	-	1,524.14		1,709.63
TOTAL COST OF SALES	97,843,510.00	-	97,843,510.00	65,922,569.45		68,902,107.25
GROSS PROFIT	35,088,890.00	-	35,088,890.00	20,649,371.46		20,621,700.10
GROSS PROFIT %	26.40%		26.40%	23.85%		23.03%
OPERATING EXPENSES						
TRANSMISSION & TREATMENT	1,686,950.00	32,875.71	1,719,825.71	1,290,639.75	75.04%	1,192,054.20
ENGINEERING	1,373,980.00	104,816.41	1,478,796.41	1,014,872.28	68.63%	531,958.97
DISTRIBUTION	5,165,740.00	365,506.45	5,531,246.45	3,958,568.25	71.57%	4,039,741.56
SERVICE	-		-	-		-
METERS & REGULATORS	384,260.00		384,260.00	349,192.61	90.87%	285,095.18
DEPRECIATION	8,104,400.00		8,104,400.00	5,551,396.22	68.50%	5,797,608.00
BAD DEBT	375,000.00		375,000.00	536,515.99	143.07%	712,206.49
GENERAL & ADMINISTRATIVE	5,984,870.00	430,962.21	6,415,832.21	3,523,300.28	54.92%	4,171,693.04
TOTAL OPERATING EXPENSES	23,075,200.00	934,160.78	24,009,360.78	16,224,485.38	67.58%	16,730,357.44
OPERATING INCOME (LOSS)	12,013,690.00	(934,160.78)	11,079,529.22	4,424,886.08	39.94%	3,891,342.66
NON-OPERATING REVENUE (EXPENSE)						
INTEREST INCOME ON INVESTMENTS	202,680.00		202,680.00	454,520.51	224.26%	549,842.75
RECOVERIES AND REBATES	(100,000.00)		(100,000.00)	(43,676.57)	43.68%	671,541.85
GAIN/LOSS ON DISPOSAL	30,000.00		30,000.00	14,115.00	47.05%	81,956.64
JOBBING INCOME (LOSS)	881,450.00	(421,488.00)	459,962.00	1,711,199.98	372.03%	902,199.81
INTEREST ON LONG TERM INDEBTEDNESS	(2,374,200.00)		(2,374,200.00)	(1,096,265.57)	46.17%	(942,319.00)
NET INCOME (LOSS)	10,653,620.00	(1,355,648.78)	9,297,971.22	5,464,779.43	58.77%	5,154,564.71
OPERATING TRANSFERS IN (OUT)	(10,635,610.00)		(10,635,610.00)	(7,090,406.64)	66.67%	(7,048,406.52)
NET INCOME AFTER TRANSFERS	18,010.00	(1,355,648.78)	(1,337,638.78)	(1,625,627.21)	121.53%	(1,893,841.81)
CONTRIBUTION IN AID	-		-	-	0.00%	
FEDERAL AID - CAPITAL PROJECTS	-	-	-	-	0.00%	
REGULAR CAPITAL MAINTENANCE	(5,002,930.00)	(2,390,905.41)	(7,393,835.41)	(3,730,635.69)	50.46%	
CAPITAL PROJECTS	-	(6,359,647.79)	(6,359,647.79)	(7,760,182.14)	122.02%	
DEBT SERVICE	(3,627,660.00)	-	(3,627,660.00)	(2,573,471.69)	70.94%	
DEPRECIATION	8,104,400.00		8,104,400.00	5,551,396.22	68.50%	

UTILITY FUNDS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS - UNAUDITED
FOR THE PERIOD ENDED FEBRUARY 29, 2024

TELECOMMUNICATIONS

	ORIGINAL BUDGET 2023-24	ADJUSTMENTS AND CARRYFORWARDS	CURRENT BUDGET 2023-24	FEBRUARY 2024	PERCENT OF CURRENT BUDGET	FEBRUARY 2023
OPERATING REVENUE	679,200.00		679,200.00	582,180.61	85.72%	567,122.36
COST OF SALES						
PURCHASED SERVICES	60,000.00		60,000.00	44,326.59	73.88%	49,968.57
PRODUCTION			-	-		-
TOTAL COST OF SALES	60,000.00	-	60,000.00	44,326.59		49,968.57
GROSS PROFIT	619,200.00	-	619,200.00	537,854.02		517,153.79
GROSS PROFIT %	91.17%		91.17%	92.39%		91.19%
OPERATING EXPENSES						
TRANSMISSION & TREATMENT			-	-		-
ENGINEERING			-	-		-
DISTRIBUTION			-	-		-
SERVICE			-	-		-
METERS & REGULATORS			-	-		-
DEPRECIATION	437,520.00		437,520.00	298,097.57	68.13%	323,744.00
BAD DEBT	-		-	-		619.60
GENERAL & ADMINISTRATIVE	424,900.00	1,000.00	425,900.00	281,541.35	66.11%	270,516.83
TOTAL OPERATING EXPENSES	862,420.00	1,000.00	863,420.00	579,638.92	67.13%	594,880.43
OPERATING INCOME (LOSS)	(243,220.00)	(1,000.00)	(244,220.00)	(41,784.90)	17.11%	(77,726.64)
NON-OPERATING REVENUE (EXPENSE)						
INTEREST INCOME ON INVESTMENTS	7,150.00		7,150.00	24,034.75	336.15%	14,045.12
RECOVERIES AND REBATES			-	-		-
GAIN/LOSS ON DISPOSAL			-	-		-
JOBBING INCOME (LOSS)	(4,000.00)		(4,000.00)	13,516.76	-337.92%	(1,350.58)
INTEREST ON LONG TERM INDEBTEDNESS			-	-		-
NET INCOME (LOSS)	(240,070.00)	(1,000.00)	(241,070.00)	(4,233.39)	1.76%	(65,032.10)
OPERATING TRANSFERS IN (OUT)	(81,000.00)		(81,000.00)	(54,000.00)	66.67%	(54,000.00)
NET INCOME AFTER TRANSFERS	(321,070.00)	(1,000.00)	(322,070.00)	(58,233.39)	18.08%	(119,032.10)
CONTRIBUTION IN AID	-		-	-	0.00%	
REGULAR CAPITAL MAINTENANCE	(50,000.00)		(50,000.00)	(58,597.76)	117.20%	
CAPITAL PROJECTS	-	(511,734.11)	(511,734.11)	(20,338.90)	0.00%	
DEPRECIATION	437,520.00		437,520.00	298,097.57	68.13%	

After PGA's are calculated, hard code them before reconciling the month

Mo Rate Applied	WACOG	WACOG Plus Losses	Demand Rate Firm	Demand Rate Interruptible	Adjustments	PGA (f)	PGA (i)	(Independent of Commod) Cum Over (Under) Demand Recovery Current FY	(Does not include Demand Recovery) Monthly Commodity Cost	Monthly Commodity Recovered	Monthly Commod Over (Under) Recovery	Adjustments	Commodity Recovery Balance Over (Under) +/- $2,000,000	
Jun-23	$ 3.19175	$ 3.19175	$ (0.30000)	$ -		$ 3.68695	$ 3.98695	$ 8,395.30	$361,740.12	$ 485,101.57	$ 123,361.45		$435,993.29	FY FINAL
Jul-23	$ 3.36060	$ 3.36060	$ -	$ -		$ 3.27427	$ 3.27427	$ (199,324.67)	$ 371,556.21	$ 381,198.45	$ 9,642.24		$445,635.53	Final
Aug-23	$ 3.39081	$ 3.39081	$ -	$ -		$ 2.82158	$ 2.82158	$ (407,423.14)	$ 393,815.04	$ 373,957.47	$ (19,857.58)		$425,777.95	Final
Sep-23	$ 2.99052	$ 2.99052	$ -	$ -		$ 2.90941	$ 2.90941	$ (607,494.24)	$ 396,379.89	$ 415,296.14	$ 18,916.25		$444,694.20	Final
Oct-23	$ 3.13574	$ 3.13574	$ -	$ -		$ 3.12898	$ 3.12898	$ (815,550.09)	$ 560,575.63	$ 505,448.59	$ (55,127.05)		$389,567.16	Final
Nov-23	$ 3.44007	$ 3.44007	$ 2.30000	$ -		$ 5.76637	$ 3.46637	$ (784,198.82)	$ 1,017,157.78	$ 809,551.53	$ (207,606.25)		$181,960.91	Final
Dec-23	$ 3.79286	$ 3.79286	$ 2.30000	$ -		$ 6.03701	$ 3.73701	$ (561,584.48)	$ 1,251,812.85	$ 1,113,970.69	$ (137,842.16)		$44,118.75	Final
Jan-24	$ 4.04189	$ 4.04491	$ 2.30000	$ -	$ 0.50000	$ 6.59506	$ 4.29506	$ (192,093.98)	$ 1,566,585.25	$ 1,353,368.96	$ (213,216.29)		($169,097.54)	FInal
Feb-24	$ 3.68072	$ 3.68072	$ 2.30000	$ -	$ (0.50000)	$ 5.52527	$ 3.22527	$ 203,807.62	$ 1,125,023.95	$ 1,182,517.71	$ 57,493.76		($111,603.78)	Est
Mar-24	$ 3.83139	$ 3.90160	$ 2.00000	$ -	$ (0.50000)	$ 5.40403	$ 3.40403	$ 352,198.84	$ 798,148.00	$ 897,142.85	$ 98,994.85		($12,608.93)	Est
Apr-24	$ 3.46718	$ 3.53794	$ 2.15000	$ -	$ (0.50000)	$ 5.18794	$ 3.03794	$ 422,985.13	$ 460,803.42	$ 721,934.28	$ 261,130.86		$248,521.94	Est
May-24	$ 2.99224	$ 3.01248	$ -	$ -		$ 3.01248	$ 3.01248	$ 214,886.26	$ 402,165.89	$ 504,235.04	$ 102,069.15		$350,591.08	Est
Jun-24	$ 3.15573	$ 3.15573	$ -	$ -		$ 3.15573	$ 3.15573	$ 14,814.77	$367,576.35	$ 451,350.87	$ 83,774.51		$434,365.60	Est

BILLING MONTH	TOTAL POWER COST	HLF POWER COST	**NON-HLF POWER COST**	TOTAL kWh SALES	HLF kWh SALES	NON-HLF kWh SALES	PCA / kWh	POWER COST / kWh RECOVERED IN BASE RATE	TOTAL POWER COST / kWh RECOVERED	**NON-HLF POWER COST RECOVERED**	NON-HLF POWER COST OVER / (UNDER) RECOVERY	ADJUSTMTS	**CUMULATIVE POWER COST RECOVERY NON-HLF CUSTOMERS (+ / - $4,000,000)**	
Jun-23	$ 7,594,779.01	$ 1,379,311.23	**$ 6,215,467.78**	62,691,519	11,385,600	51,305,919	$0.030000	$0.086200	$0.116200	**$ 5,961,747.79**	$ (253,719.99)		**$ 1,826,200.91**	ACTUAL
Jul-23	$ 8,170,169.04	$ 1,215,225.56	**$ 6,954,943.48**	77,249,233	11,490,000	65,759,233	*$0.010000*	$0.086200	$0.096200	**$ 6,326,038.21**	$ (628,905.27)		**$ 1,197,295.64**	ACTUAL
Aug-23	$ 7,989,142.57	$ 1,070,532.20	**$ 6,918,610.37**	92,141,409	12,346,800	79,794,609	*$0.010000*	$0.086200	$0.096200	**$ 7,676,241.39**	$ 757,631.02		**$ 1,954,926.66**	ACTUAL
Sep-23	$ 7,736,873.95	$ 1,123,666.43	**$ 6,613,207.52**	89,639,427	13,018,800	76,620,627	*$0.020000*	$0.086200	$0.106200	**$ 8,137,110.59**	$ 1,523,903.07		**$ 3,478,829.72**	ACTUAL
Oct-23	$ 7,576,923.46	$ 1,348,678.26	**$ 6,228,245.20**	68,495,099	12,192,000	56,303,099	*$0.035000*	$0.086200	$0.121200	**$ 6,823,935.60**	$ 595,690.40		**$ 4,074,520.12**	ACTUAL
Nov-23	$ 7,671,684.17	$ 1,378,516.74	**$ 6,293,167.43**	67,289,620	12,091,200	55,198,420	*$0.035000*	$0.086200	$0.121200	**$ 6,690,048.50**	$ 396,881.07		**$ 4,471,401.19**	ACTUAL
Dec-23	$ 7,964,523.87	$ 1,236,793.81	**$ 6,727,730.06**	75,969,883	11,797,200	64,172,683	$0.020000	$0.086200	$0.106200	**$ 6,815,138.93**	$ 87,408.87		**$ 4,558,810.06**	ACTUAL
Jan-24	$ 10,044,642.44	$ 1,386,274.86	**$ 8,658,367.58**	86,958,053	12,001,200	74,956,853	*$0.010000*	$0.086200	$0.096200	**$ 7,210,849.26**	$ (1,447,518.32)		**$ 3,111,291.74**	ACTUAL
Feb-24	$ 8,798,361.97	$ 1,276,950.80	**$ 7,521,411.17**	87,989,766	12,770,400	75,219,366	*$0.005000*	$0.086200	$0.091200	**$ 6,860,006.18**	$ (661,404.99)		**$ 2,449,886.75**	ACTUAL
Mar-24	$ 7,765,154.39	$ 1,162,478.09	**$ 6,602,676.29**	67,030,744	10,034,800	56,995,944	*$0.010000*	$0.086200	$0.096200	**$ 5,483,009.80**	$ (1,119,666.49)		**$ 1,330,220.26**	PROJECTED
Apr-24	$ 7,573,424.69	$ 1,264,641.71	**$ 6,308,782.98**	65,393,042	10,919,600	54,473,442	*$0.035000*	$0.086200	$0.121200	**$ 6,602,181.17**	$ 293,398.19		**$ 1,623,618.44**	PROJECTED
May-24	$ 6,852,463.14	$ 1,232,257.93	**$ 5,620,205.20**	60,062,169	10,800,800	49,261,369	*$0.045000*	$0.086200	$0.131200	**$ 6,463,091.57**	$ 842,886.37		**$ 2,466,504.81**	PROJECTED
Jun-24	$ 7,869,398.98	$ 1,309,448.59	**$ 6,559,950.38**	68,676,498	11,427,600	57,248,898	*$0.020000*	$0.086200	$0.106200	**$ 6,079,832.98**	$ (480,117.40)		**$ 1,986,387.41**	PROJECTED

Danville Utility Commission

STAFF REPORT

DATE: April 22, 2024

TO: Danville Utility Commission

FROM: Jason Grey, Director of Utilities

RE: Lead and Copper Service Line Inventory Mandate

Hazen and Sawyer, a water and wastewater engineering firm, will be presenting information on the federal Environmental Protection Agency (EPA) lead and copper service line inventory mandate. All water utilities are required to provide an inventory of public and private service lines to the EPA by October 2024. Their firm has been retained to provide the Virginia Department of Health and the EPA the information required. They will also discuss the additional sampling requirements that will be required with the mandate. The last round of lead and copper requirements are being finalized and will be published later this year.

ATTACHMENTS

None