

PUBLIC HEARING ON PROPOSED UTILITY RATE ADJUSTMENTS

A Public Hearing will be held by the City Council of Danville, Virginia on Tuesday, April 20, 2021, 7:00 p.m., or as soon after as may be heard, in the Council Chambers, Fourth Floor, Municipal Building, 427 Patton Street to receive comments concerning the proposed Fiscal Year (FY) 2022 utility rate changes to be effective for bills issued August 1, 2021. The proposed Time-of-Use utility rate will be effective for bills issued August 1, 2022.

WATER AND WASTEWATER ACCOUNTS

Current	Proposed	Increase/Decrease	
Water Consumption Rate (per 100 Cubic Feet)	\$2.60	\$2.50	(3.85%)
Customer Charge			
5/8"	\$8.85	\$9.50	7.34%
1"	\$22.13	\$23.00	3.93%
1.5"	\$44.25	\$48.50	9.60%
2"	\$70.80	\$76.50	8.05%
3"	\$141.60	\$145.00	2.40%
4"	\$221.25	\$232.50	5.08%
6"	\$442.50	\$460.50	4.07%
8"	\$708.00	\$735.50	3.88%
Wastewater Large Industrial Rate (per 1,000 Gallons)			
Over 1,000,000 GPD	---	\$2.40	
500,000 to 1,000,000	---	\$2.50	
200,000 to 500,000	---	\$2.65	
Water Large Industrial Rate (per 1,000 Gallons)			
Over 1,000,000 GPD	---	\$2.10	
500,000 to 1,000,000	---	\$2.25	
200,000 to 500,000	---	\$2.40	

NATURAL GAS ACCOUNTS

	Current	Proposed	Increase/Decrease
Residential Customer Charge	\$11.15	\$12.15	8.97%
Residential Distribution Charge (per therm)	\$0.2825	\$0.2681	(5.1%)
Firm Commercial Customer Charge	\$22.30	\$24.30	8.97%
Firm Commercial Distribution Charge (per therm)			
First 5,000 therms	\$0.2825	\$0.2585	(8.50%)
Over 5,000 therms	\$0.2525	\$0.2310	(8.50%)
Firm Industrial Customer Charge	\$106.00	\$125.00	17.92%
Firm Industrial Distribution Charge (per therm)			
0 to 5,000 therms	\$0.2450	\$0.2295	(6.33%)
5,001 to 100,000 therms	\$0.2083	\$0.2014	(3.31%)
100,000+ therms	\$0.1200	\$0.1124	(6.33%)
Interruptible Industrial Customer Charge	\$475.00	\$550.00	15.79%
Interruptible Industrial Distribution Charge (per therm)	\$0.1150	\$0.1032	(10.26%)

PURCHASED GAS ADJUSTMENT (AVG PER THERM)

Customer Class	Current	Proposed	Increase/Decrease
Residential	\$0.5085	\$0.4415	(13.18%)
Firm Commercial	\$0.5022	\$0.4250	(15.37%)
Firm Industrial	\$0.5085	\$0.4325	(14.95%)

RESIDENTIAL NATURAL GAS BILL EXAMPLE

Natural Gas – Therms	Consumption (Therm)	Current	Proposed
Customer Charge	-	\$11.15	\$12.15
Distribution Charge	55	\$0.2825 * 55 = \$15.54	\$0.2681 * 55 = \$14.75
PGA per Therm	55	\$0.5085 * 55 = \$27.97	\$0.4415 * 55 = \$24.28
TOTAL		\$54.66	\$51.18
% Decrease			(6.36%)

ELECTRIC ACCOUNTS

Electric – Customer Charge	Current	Proposed	Increase/Decrease
Residential (RS)	\$9.00	\$11.00	22.22%
Small General Service (SGS)	\$12.50	\$16.50	32.00%
Medium General Service (MGS-1)	\$75.00	\$100.00	33.33%
Medium General Service (MGS-2)	\$75.00	\$75.00	0%
Medium General Service (MGS-3)	\$80.00	\$120.00	33.33%
Large General Service (LGS-1)	\$350.00	\$450.00	28.57%
Large General Service (LGS-2)	\$350.00	\$450.00	28.57%
Large General Service (LGS-3)	\$350.00	\$450.00	28.57%

Electric – Customer Charge	Energy Current Price Per kWh	Energy Proposed Price Per kWh	Energy Monthly Increase	Demand Current Price Per kW	Demand Proposed Price Per kW	Demand Monthly Increase
Residential (RS)	\$0.11760	\$0.1200	2.04%	-	-	-
Small General (SGS)	\$0.11940	\$0.1200	0.50%	-	-	-
Medium General (MGS-1)	\$0.06530	\$0.0690	5.67%	\$15.00	\$14.00	(6.67%)
Medium General (MGS-2)	\$0.0568	\$0.0628	9.56%	\$14.14	\$13.14	(8.08%)
Medium General (MGS-3)	\$0.0645	\$0.0735	12.22%	\$15.00	\$14.00	(6.66%)
Large General (LGS-1)	\$0.057	\$0.0640	12.28%	\$17.04	\$17.04	-
Large General (LGS-2)	\$0.0555	\$0.063	11.90%	\$16.79	\$16.79	-
Large General (LGS-3)	\$0.05700	\$0.0640	12.28%	\$17.04	\$17.04	-

POWER COST ADJUSTMENT (AVG PER KILOWATT HOUR)

Current	Proposed	Increase/Decrease
0.02167	0.01016	(53.11%)

RESIDENTIAL ELECTRIC BILL EXAMPLE

	Consumption (kWh)	Current	Proposed
Customer Charge	-	\$9.00	\$11.00
Energy Charge	1000	\$0.11760 * 1000 = \$117.60	\$0.12 * 1000 = \$120.00
PCA per kWh	1000	\$0.02167 * 1000 = \$21.67	\$0.01016 * 1000 = \$10.16
TOTAL		\$148.27	\$141.16
% Decrease			(4.80%)

Electric Time-of-Use customer charges, energy rates, and demand rates are proposed to change on August 1, 2022 as follows:

ELECTRIC TIME-OF-USE RATE (VOLUNTARY RATE)

Electric – Customer Charge	Current	Proposed	Increase/Decrease
Residential (RS)	\$11.00	\$15.80	43.64%
Small General Service (SGS)	\$16.50	\$23.50	42.42%
Medium General Service (MGS-1)	\$100.00	\$136.00	36.00%

	Proposed Energy Charge per kWh	Time of Use Energy Charge per kWh	Energy Monthly Increase	Demand Proposed Price Per kW	Time of Use Demand Price Per kW	Demand Monthly Increase
Residential (RS)						
Critical Peak	\$0.1200			-	-	-
On-Peak	-	\$0.1552	29.33%	-	-	-
Off-Peak	-	\$0.1031	(14.08%)	-	-	-
Small General (SGS) Summer						
Critical Peak	\$0.1200			-	-	-
On-Peak		\$0.1730	44.15%	-	-	-
Off-Peak		\$0.1020	(15%)	-	-	-
Small General (SGS) Other						
Critical Peak	\$0.1200			-	-	-
On-Peak		\$0.1530	27.50%	-	-	-
Off-Peak		\$0.1040	(13.33%)	-	-	-
Medium General (MGS-1) Summer				\$14.00	\$11.27	(19.5%)
Critical Peak	\$0.069					
On-Peak		\$0.1360	97.10%			
Off-Peak		\$0.0650	(5.80%)			
Medium General (MGS-1) Other				\$14.00	\$11.27	(19.5%)
Critical Peak	\$0.069					
On-Peak		\$0.1160	68.11%			
Off-Peak		\$0.0670	(2.90%)			

* On Peak Hours- Weekdays only (excluding holidays and weekends)

- June thru September - Noon – 9PM (26% total hours)
- All other months - 6AM – 11AM (15% total hours)

Any concerns of the public about this matter should be presented at the scheduled public hearing. A copy of the proposed rate increase ordinance is available for examination in the Office of the City Clerk, Room 428, 427 Patton Street, Municipal Building, Danville, Virginia, Monday through Friday 8:00 a.m. to 5:00 p.m. The City of Danville operates water, wastewater, gas, and electric utilities as authorized under Code of Virginia Section 15.2-2109.

BY AUTHORITY OF THE COUNCIL
CITY OF DANVILLE, VIRGINIA
Susan M. DeMasi, CMC, City Clerk