PUBLIC HEARING ON PROPOSED UTILITY RATE INCREASES

The Danville, Virginia City Council will hold a Public Hearing on <u>Tuesday, April 21, 2015, 7:00 p.m.</u> in the Council Chambers, Fourth Floor, Municipal Building, 427 Patton Street to receive comments concerning the proposed Fiscal Year (FY) 2016 utility rate increases to be effective for bills issued August 1, 2015 and for FY 2017, to be effective for bills issued August 1, 2016.

The monthly Customer Charge for Wastewater customers is proposed to increase on August 1, 2015 as follows:

Meter Size	Current Monthly Charge	Proposed Monthly Charge	Monthly Increase	
5/8"	\$ 13.16	\$ 14.00	6.38%	
1"	\$ 32.89	\$ 34.75	5.66%	
1 .5"	\$ 65.79	\$ 70.50	7.16%	
2"	\$ 105.26	\$ 113.00	7.35%	
3"	\$ 210.51	\$ 229.00	8.78%	
4"	\$ 328.93	\$ 362.00	10.05%	
6"	\$ 657.85	\$ 720.00	9.45%	
8"	\$ 1,052.57	\$ 1,160.00	10.21%	

Wastewater is proposed to increase from \$2.55 to \$2.58 per hundred cubic feet (CCF) of metered water for all wastewater customers (a 1.18% increase) on August 1, 2015.

The monthly Customer Charge and Commodity Charge for Gas customers are proposed to increase on August 1, 2016 as follows:

Gas -	Current	Proposed	Monthly Increase	
Customer Charge	Monthly Charge	Monthly Charge		
Residential	\$ 11.15	\$ 11.50	3.14%	
Firm Commercial	\$ 22.30	\$ 23.35	4.71%	
Commercial Transport	\$ 35.00	\$ 40.00	14.29%	
Interruptible Commercial	\$ 375.00	\$ 375.00	0.00%	
Firm Industrial	\$ 106.00	\$ 115.00	8.49%	
Interruptible Industrial	\$ 375.00	\$ 410.00	9.33%	
Inter Industrial W/ Hedging	\$ 475.00	\$ 510.00	7.37%	
Firm Industrial Transport	\$ 375.00	\$ 375.00	0.00%	

Gas - Commodity	Current Price Per Therm	Proposed Price Per Therm	Monthly Increase	Current Price Excess Therms	Proposed Price Excess Therms	Monthly Increase Excess Therms
Residential	\$0.33500	\$ 0.33990	1.46%	\$.33500	\$ 0.33990	1.46%
Firm Commercial	\$0.33500	\$ 0.33990	1.46%	\$0.30500	\$ 0.31340	2.75%
Commercial Transport	\$0.28000	\$ 0.27630	-1.32%	\$0.25000	\$ 0.24670	-1.32%
Inter Commercial Summer	\$0.19025	\$ 0.19515	2.58%	\$.14350	\$ 0.14840	3.41%
Inter Commercial Winter	\$0.19525	\$ 0.19515	-0.05%	\$0.14850	\$ 0.14840	-0.07%
Firm Industrial	\$0.33500	\$ 0.33990	1.46%	\$0.30500	\$ 0.31340	2.75%
Interruptible Industrial	\$0.15000	\$ 0.15160	1.07%	\$0.15000	\$ 0.15160	1.07%
Inter Industrial W/ Hedging	\$0.15000	\$ 0.15160	1.07%	\$0.07500	\$ 0.07690	2.53%
Firm Industrial Transport	\$0.15000	\$ 0.15330	2.20%	\$0.15000	\$ 0.15330	2.20%

Electric customer charges, energy rates, and demand rates are proposed to increase on August 1, 2016 as follows:

Electric -	Current		r Pi	roposea	Monthly	
Customer Charge	Month	lly Charge	Mont	hly Charge	Increase	
Residential (RS)	\$	7.80	\$	9.00	15.38%	
Worship Sanctuary (WSS)	\$	24.00	\$	24.00	0.00%	
Small General (SGS)	\$	10.90	\$	12.50	14.68%	
Medium General (MGS-1)	\$	50.00	\$	75.00	50.00%	
Medium General (MGS-2)	\$	50.00	\$	75.00	50.00%	
Medium General (MGS-3)	\$	50.00	\$	80.00	60.00%	
Large General (LGS-1)	\$	200.00	\$	350.00	75.00%	
Large General (LGS-2)	\$	200.00	\$	350.00	75.00%	
Large General (LGS-3)	\$	200.00	\$	350.00	75.00%	

Electric - Energy and Demand	Current Propos Price Price P		Energy oposed rice Per kWh	d Energy		Demand Current Price Per KW		emand oposed e Per KW	Demand Monthly Incr
Residential (RS)	\$0.11640	\$	0.11760	1.03%	\$	-	\$	-	-
Worship Sanctuary (WSS)	\$0.11640	\$	0.12100	3.95%	\$	-	\$	-	-
Small General (SGS)	\$0.11640	\$	0.11940	2.58%	\$	-	\$	-	-
Medium General (MGS-1)	\$0.06790	\$	0.06530	-3.83%	\$	14.29	\$	15.00	4.97%
Medium General (MGS-2)	\$0.06680	\$	0.05680	-14.97%	\$	14.14	\$	14.14	0.00%
Medium General (MGS-3)	\$0.06680	\$	0.06450	-3.44%	\$	14.29	\$	15.00	4.97%
Large General (LGS-1)	\$0.05660	\$	0.05700	0.71%	\$	17.04	\$	17.04	0.00%
Large General (LGS-2)	\$0.05570	\$	0.05550	-0.36%	\$	16.79	\$	16.79	0.00%
Large General (LGS-3)	\$0.05660	\$	0.05700	0.71%	\$	17.04	\$	17.04	0.00%

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, City Clerk