



LOUDON UTILITIES

P.O. BOX 69

LOUDON, TENNESSEE 37774

A G E N D A

LOUDON UTILITY BOARD WORKSHOP

Monday, December 14, 2020

4:30 PM

1. Recognition of Visitors
2. Financial Update –
3. CDBG Opportunity – Sewer CMOM Fund
4. Fireworks Contract
5. Update on Active Projects
 - A. Broadband Feasibility Study
 - B. TVPOA Water Projects
 - C. Waterline Repair & Replacement Program
 - D. Operations Center Projects
 - i. Roof Replacement (in process)
 - ii. Interior Updates (prepare for bid)
 - iii. Storage and Parking (the exterior needs)
6. Safety Report
7. Natural Gas Rate
8. Other



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To: Chairman Campbell and Board Members

From: Ty Ross

Subject: December Workshop Items

Date: December 11, 2020

The following items appear on the agenda for the December 14, 2020 workshop meeting of the Board of Directors of Loudon Utilities:

1. Recognition of Visitors:
2. Financial Update: Finance Director Nicole Curtis will present the revenue and expenditure reports.
3. CDBG Opportunity – Sewer CMOM Fund: The next round of CDBG grant application are due on February 26, 2021. We will have a final analysis from our state mandated flow monitoring by the end of this year that will enable us to build a project list to address any infiltration/inflow issues found. We would like to submit a grant application in February to address those issues. We are holding a necessary public hearing after this workshop to tick off a necessary prerequisite for the grant application.

4. Fireworks Contract: We are currently bidding fireworks displays for both Independence Day and Riverfest through the Parks & Recreation Department. These bids are due on December 16th and we would like to bring them to your December 21st meeting for your consideration.
5. Update on Active Projects:
 - A. Broadband Feasibility Study – Rod Ballard of the Jackson Thornton firm is scheduled to return at this workshop to provide a summary of the study conducted on our behalf.
 - B. TVPOA Water Projects – a general update of the rate funded improvement projects necessary to deliver increased volumes to TVPOA will be provided.
 - C. Waterline Repair & Replacement Program – a general update of the following projects will be provided:
 - i. Grove Place Condominiums
 - ii. Queener Road
 - D. Operations Center Projects – the insulation removal and roof replacement project is completed.
6. Safety Report: There were no recordable injuries for the month of November.
7. Natural Gas Rate: The cost of natural gas delivered to the City Gate decreased for the month of December 2020. Utilizing the formula for natural gas rates, this converts into a rate of \$1.17 per 100 cubic feet for gas billed after January 1, 2021.

GAS RATE COMPUTATIONS

	<i>Base Month (Sept 2003)</i>	<i>Rate Effective 12/1/20</i>	<i>Rate Effective 1/1/21</i>	<i>Rate Effective 2/1/21</i>	<i>Rate Effective 3/1/21</i>	<i>Rate Effective 4/1/21</i>	<i>Rate Effective 5/1/21</i>	<i>Rate Effective 6/1/21</i>
Gas Supply Cost	4.9950	2.8500	2.7700					
Pipeline Charges	0.2755	-0.0849	-0.1557					
Supply Management	<u>0.0350</u>	<u>0.0450</u>	<u>0.0450</u>	<u>0.0450</u>	<u>0.0450</u>	<u>0.0450</u>	<u>0.0450</u>	<u>0.0450</u>
Subtotal	5.3055	2.8101	2.6593					
BTU & System Loss (8%)	0.0000	0.2248	0.2127					
Demand Unit Charge	1.2200	2.7370	2.7370	2.7370	2.7370	2.7370	2.7370	2.7370
ETNG Rate Action 8/2020		1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
Storage Charges	<u>0.0000</u>	<u>0.5900</u>	<u>0.5900</u>	<u>0.5900</u>	<u>0.5900</u>	<u>0.5900</u>	<u>0.5900</u>	<u>0.5900</u>
Cost of Gas	6.5255	7.3619	7.1990					
System Operations	<u>4.4745</u>	<u>4.4745</u>	<u>4.4745</u>	<u>4.4745</u>	<u>4.4745</u>	<u>4.4745</u>	<u>4.4745</u>	<u>4.4745</u>
Cost per MCF	\$11.000	\$11.8364	\$11.6735					
Rate per 100 Cubic Feet	\$1.10	\$1.18	\$1.17					

*NOTE: BTU & System Losses added June 2004 – BTU Factor (7%) System Losses (1%)
Storage Charges added June 2004 and increased May 2008
ETNG Rate Action added August 2020*



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NOTICE OF ELECTRONIC MEETING ACCESS & INFORMATION

To ensure government operations continue to function openly and transparently during the COVID-19 emergency while taking measures to protect the health and safety of citizens and government officials, Governor Bill Lee issued Executive Order No. 16 on March 20, 2020 allowing governing bodies to conduct essential business by electronic means. A link to the Electronic Meeting Access & Information is available online at:

WWW.LOUDONUTILITIES.ORG

Join the Zoom Meeting using our computer, tablet, iPad, and/or smartphone:

<https://loudonutilities.zoom.us/j/6429958536?pwd=WVRYQzEyaXc1c0lrUUhjWkVTYWZjdz09>

Meeting ID: 642 995 8536

Password: LoudonTN

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All participants will be muted upon entry to the Zoom Room.

During the appropriate times, the moderator will unmute any participant who would like to speak.

If you have questions or requests for special accommodations, please contact us at 865-458-2091.