



Committee Meeting Attendance and Report of Meeting

Date: 09-19-2026

Time: 9:00am

Committee Name: Gas Committee

Committee Members:

1. Max McCullough, Chairman
2. Alene Blade
3. Paul Marti

Present

X
X
X

Name(s) of others in Attendance:

- | | |
|--------------------|----|
| 1. Lance Holsapple | 5. |
| 2. | 6. |
| 3. | 7. |
| 4. | 8. |

Nature of Meeting: Review and discussion of the completed Gas Rate Study report received from USDI and Executive Session for review of agreement/contract.

Meeting Report: Meeting was called to order at 9:00am with Trustees Max McCullough, Alene Blade and Paul Marti answering roll call. Also present was Superintendent of Utilities Lance Holsapple. There were no visitors in attendance thus no Public Comment.

Discussion was held concerning the USDI Gas Rate Study Report dated September 14, 2026. Information of particular interest was the review of operating revenue and expenses for fiscal years ending 2023, 2024 and 2025. Analysis indicates a negative net income occurred in all three years of \$173,000, \$91,995 and \$100,308 respectively with sales remaining steady at around 63,000 to 68,000 MCF per year.

There was discussion also that it appears that the last review and increase of gas rates for the Village of Greenup was in 2017. There were some questions as to

how some figures and recommendations were arrived at so Superintendent Holsapple was asked to contact USDI for clarification.

At 9:50am Trustee Blade made a motion to enter Executive Session for purpose of review and discussion of agreement/contract with Superintendent Holsapple to remain. Motion was seconded by Trustee Marti and motion passed.

At 10:00am the Gas Committee returned to Open Session with Chairman, Trustee Max McCullough advising no action was taken during Executive Session. Roll Call was answered by Trustees McCullough, Blade and Marti. Superintendent Holsapple was also present.

There being no further review or discussion, Trustee Marti made a motion to adjourn at 10:04am. Seconded by Trustee Blade. Motion passed.

Committee Recommendation: Committee recommends that full Board reviews Gas Rate Study provided by USDI and the attached explanation and residential impact sheet concerning possible future gas rate adjustment.

Submitted by Max L. McCullough, Committee Chairman

MLM

Natural Gas usage & info

Greenup has 705 Residential meters

Greenup had a negative net income in fiscal years	2023	\$	173,000.00
	2024	\$	91,995.00
	2025	\$	100,308.00

Sales numbers have remained steady around 63,000-68,000 MCF per year.
Storage balance remains high at the end of the withdrawal season
storage withdrawals have ranged from 45,000-60,000 dekatherms over the past 5 years
the past 2 years withdrawls have been near 58,000 dekatherms
value of the gas in storage at the end of withdrawal season in March 2026 was near \$80,000

The last rate study was done in 2017 (last rate increase) and indicated a \$3.00 adder
Sometime after the review it was lowered to \$1.45 (after a meter fee was added)

Rates are not adequately recovering the funds necessary to cover gas costs, transportation rates, and overhead.
The adder of \$1.45 will not recover adequate funds to operate the gas utility in the future.

Meters are read in cubic feet
what shows up on the monthly bill is cubic feet, but you have to multiply that number by 100.

Winter usage is an average of 15-25 Dekatherms			
	adder	profit	bill increase of
	\$ 1.45	\$21.75-\$36.25	
	\$ 3.00	\$45.00-\$75.00	\$23.25-\$38.75
	\$ 3.50	\$52.00-\$87.50	\$30.25-\$51.25

Summer usage is an average of 1-3 Dekatherms			
	adder	profit	bill increase of
	\$ 1.45	\$1.45-\$3.00	
	\$ 3.00	\$3.00-\$9.00	\$1.55-\$6.00
	\$ 3.50	\$3.50-\$10.50	\$2.05-\$7.50

Meter fees are equivalent to investor owned utilities so they feel these should remain the same.

We need to decide which level of profit is needed to meet the long-term goals of providing the gas utility, maintaining/replacing equipment, meeting personnel costs.

