

EASTERN ROCKCASTLE WATER ASSOCIATION

P.O. Box 540

Mt. Vernon, KY 40456

Phone: 606-453-0019

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2014-00385

January 9, 2015

Jeff Derouen
Executive Director
KY Public Service Commission
PO Box 615
Frankfort, KY 40602

RE: Explanation of nonrecurring charge for meter reading fee

Dear Mr. Derouen,

Per request, I am submitting an explanation of the meter reading fee cost justification. The Field Expense of one hour of labor is because most of our customers are on the outermost edges of the county. In most cases it requires an hour to drive to the customer, gather a reading, and drive back to the office. The Clerical and Office Expense Supplies is derived from the cost of the card stock and ink required to produce the work orders necessary for the operator to know which customers he is required to get meter readings from. The Clerical and Office Expense Labor is the time necessary for the clerk to calculate which customer has not read their meter in the 2 months prior, create the work order and record the work order in the logbook. The Transportation Expense was based on the mileage rate from the Kentucky Regulation on Travel Expense and Reimbursement worksheet. At the time of the application the rate was \$0.46 per mile. It was estimated that the average round trip distance to our customer base is approximately 28 miles. Therefore this number was rounded to \$13.00.

We would also like to state that this charge is only imposed on the customers that do not read their meters as required. This is in no way a charge that the customer cannot avoid.

Sincerely,



Rebecca Hacker
Office Clerk

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: **METER READING FEE**

1. Field Expense:

A. Materials (Itemize)

_____	\$ _____
_____	_____
_____	_____

B. Labor (Time and Wage)

<u> 1 HOUR </u>	<u> 14.00 </u>
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Total Field Expense	\$ <u>14.00</u>
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2. Clerical and Office Expense

A. Supplies	\$ <u>2.00</u>
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B. Labor	<u>6.00</u>
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Total Clerical and Office Expense	\$ <u>8.00</u>
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3. Miscellaneous Expense

A. Transportation	\$ <u>13.00</u>
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B. Other (Itemize)	
_____	_____
_____	_____
_____	_____

Total Miscellaneous Expense	\$ <u>13.00</u>
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Total Nonrecurring Charge Expense	\$ <u>35.00</u>
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