

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF LETCHER COUNTY)
WATER AND SEWER DISTRICT TO REVISE) CASE NO. 2008-00340
CERTAIN NONRECURRING CHARGES)

O R D E R

On August 18, 2008, Letcher County Water and Sewer District ("Letcher District") applied for authority to revise certain nonrecurring charges and policies. On September 18, 2008, Commission Staff and Letcher District held a teleconference and on September 22, 2008, Letcher District filed clarifications of the policy change being requested.

On November 17, 2008 Letcher District filed amended tariff language in support of its application. This requested tariff language complies with 807 KAR 5:011, Section 10, for nonrecurring charges. Such charges are intended to be limited in nature and to recover the specific cost of the activity. We find that the tariff language as filed by Letcher District on November 17, 2008, meets those criteria.

Letcher District has provided adequate evidence of the individual expenses incurred to provide the services associated with the proposed charges.

The Commission, having reviewed the record and being sufficiently advised, finds that:

1. The proposed charge is equal to the expenses incurred to provide the associated service.

2. The charge and policy set forth in Appendix A to this Order are fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

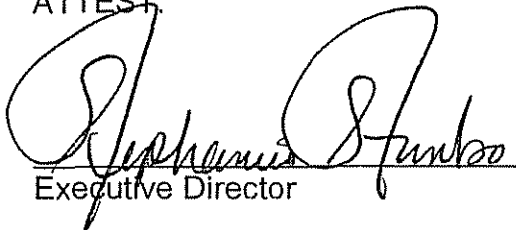
1. The charge and policy in Appendix A are approved for service rendered on and after the date of this Order.

2. Within 20 days of the date of this Order, Letcher District shall file with the Commission a revised tariff sheet showing the charge and policy approved herein.

Done at Frankfort, Kentucky, this 12th day of December, 2008.

By the Commission

ATTEST:


Executive Director

Case No. 2008-00340

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2008-00340 DATED DECEMBER 12, 2008

The following policy and charges are prescribed for the customers in the area served by Letcher County Water and Sewer District. All other policies, rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Non-Recurring Charge

Tap Fee: \$650.00

Addendum 1

Tap-On Fees: From the initial design and construction, but before completion of a project, the Tap-On Fee will be \$350.00 for a standard 3/4" meter. A meter barrel must be installed at this time. The Tap-On Fee will be paid at the time the resident requests water service whether it occurs during the construction period or anytime thereafter. The placement of a meter barrel does not obligate the resident to connect to the water and there is no cost involved.

Jim Murtaugh
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