RESPONSE TO PSC

PSC CASE NO. 2008-00250

ITEM 3

Frankfort Electric and Water Plant Board Response to PSC Order Dated: 7-2-2008 Case No. 2008-00250

ITEM 3: The 12 month test period and why it was chosen

Response: 3(a): Fiscal Year 2006-2007.

3(b): The test period chosen was based on the most recent audited fiscal year data available when the study was performed.