

**Alton L. Warford
1063 Gilbert's Creek Road
Lawrenceburg Kentucky 40342**

February 8, 2005

**PUBLIC SERVICE COMMISSION
P.O. Box 615
Frankfort Kentucky 40601**

RECEIVED

FEB 15 2005

**Re: Case No. 2004-00525-South Anderson Water District
Proposed Non-Recurring Charges**

PUBLIC SERVICE
COMMISSION

Dear PSC:

Thank you for responding to my request regarding South Anderson Water District's proposed rate increase. Enclosed you will find the cost justification that I understand the calculation of the actual cost should approximately be.

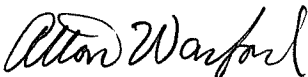
Please note that SAWD does not show consistency with their within office hour charges. A reconnection fee during office hours would take the same time and expense as connection turn on charge during office hours and those would be the same. What difference is there in a reconnection and a connection turn on?

Also there is the important factor to consider that all daytime staff labor and supplies are automatically calculated in the customers rates. The extra after hour charge is necessary, however some of the other charges appear to be ridiculous in the amounts.

A copy of this letter and cost justification is being sent to the Attorney General's office for review. I am trusting that you will consider my concern and will proceed with a fair and justified rate for the customers.

Again, I thank you for your consideration.

Sincerely,



**Alton Warford
4th District Magistrate**

**Cc/ Attorney General
w/enclosures**

Alton L. Warford
1063 Gilbert's Creek Road
Lawrenceburg Kentucky 40342

January 17, 2005

PUBLIC SERVICE COMMISSION
P.O. Box 615
Frankfort Kentucky 40601

*Re: South Anderson Water District
Proposed Non-Recurring Charges*

Dear PSC:

My responsibility as 4th District Magistrate is to listen to the concerns of all the people.

It is an apparent concern to my constituents and also to myself as a customer of South Anderson Water to see such a huge jump in charges. The low income families are the ones hit the hardest by these charges because they are the ones having difficulty in paying their bills to start with.

It was my understanding that all charges are based on actual cost to the customer of South Anderson Water District.

Please send me the break down of each charge for each service increased. It is unclear to me how the South Anderson Water District arrives at the rate they propose. For example, a return check charge would be for the employee's time to send a form letter to the customer, postage, whatever additional time needed, etc. This amount must total \$25.00. The customer already has a 2/12ths deposit which would cover this type of circumstance if they were to move.

Some information that must be considered would be 80 % of the customers is approximately 5 miles within the office. Also, there would be no added expense of the staff during regular office hours. I can understand charging more for after office hours. However, it is hard for me to understand how they can arrive at \$75.00 for a re-connection charge. That is more than plumbers charge for a service call and they work for a profit.

Thank you for your time.

Sincerely,


Alton Warford

4th District Magistrate Anderson County

NOTICE

The South Anderson Water District has filed with the Kentucky Public Service Commission to increase certain non-recurring charges as follows:

	<u>Current</u>	-	<u>Proposed Rates</u>	
Connection/Turn-on Charge			25.00	
Connection/Turn-on Charge (After Hours)			50.00*	41.16
Field Collection Charge	15.00		25.00	20.72
Late Payment Penalty			10%	
Meter Re-read Charge	15.00		25.00	20.72
Meter Re-read Charge (After hours)			50.00	41.16
Re-connection Charge	15.00		50.00	20.72
Re-connection Charge (After Hours)	25.00		75.00*	43.66
Returned Check Charge	10.00		25.00	4.64
Service Call/Investigation			25.00	20.72
Service Call/Investigation (After Hours)			50.00*	41.16
Meter Test	15.00		50.00	20.72
Meter Relocation Charge			Actual Cost	
Damage to Meter Setting or Lid			Actual Cost	

The rates contained in this notice are the rates proposed by the South Anderson Water District. However, the Public Service Commission may order rates to be charged that differ from these proposed rates. Such action may result in rates for consumers other than the rates in this notice.

Any corporation, association, body politic or person may by motion within 30 days after publication of this notice request leave to intervene by contacting the Public Service Commission, P.O. Box 615, Frankfort, Kentucky 40601. Interveners may obtain copies of the application by contacting the applicant at 502-839-6919 or at the District's office. South Anderson Water District has available for inspection at its office the application submitted to the Public Service Commission.

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: Returned Check Charge

1. Field Expense:

A.	Materials (Itemize)	
	_____	\$ _____
	_____	_____
Total Field Expense		\$ _____

2. Clerical and Office Expense

A.	Supplies (Stamp, envelope, form letter)	\$ 5.00	.64
	.37 .02 .25		
	\$ 10.02		
B.	Labor (average labor - clerical time 15 min.)	10.00	2.00
Total Clerical and Office Expense		\$ 15.00	2.64

3. Miscellaneous Expense

A.	Transportation	\$ _____
B.	Other (Itemize)	

Total Miscellaneous Expense		\$ 25.00

What is this extra expense for? ~~from the other charges~~

Total Nonrecurring Charge Expense	\$ 25.00	\$ 4.64
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All daytime staff labor + supplies are automatically calculated into the Customers rates to start with.

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: Reconnection Fee After Hours

To reconnect would equal 1 Trip

1. Field Expense:

A. Materials (Itemize)

	\$	

B. Labor (Time and Wage)

	47.00	30.66
Average Overtime Outside labor = $\frac{2 \text{ Hour Minimum (2 trips) Why 2 trips?}}{2 \text{ hrs.}} = 15.33 \times$		
Total Field Expense	\$ 47.00	

2. Clerical and Office Expense

A. Supplies

	\$ 2.00	.50
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B. Labor

	6.00	2.00
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Total Clerical and Office Expense

	\$ 8.00	
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3. Miscellaneous Expense

A. Transportation $20 \text{ miles} @ .40 = 8.00$	\$ 20.00	8.00
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B. Other (Itemize)

Total Miscellaneous Expense

	\$ 20.00	what is this?
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Total Nonrecurring Charge Expense

	\$ 75.00	43.66
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All inside staff labor + supplies are automatically calculated into the customers rates to start with but that would be OK for after hours.

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: Reconnection Fee

1. Field Expense:

A. Materials (Itemize)

_____ \$ _____

B. Labor (Time and Wage)

1 hr. (@ the most needed) 22.00 10.22

Total Field Expense \$ 22.00

2. Clerical and Office Expense

A. Supplies \$ 2.00 .50

B. Labor 6.00 2.00

Total Clerical and Office Expense \$ 8.00

3. Miscellaneous Expense

A. Transportation \$ 20.00 8.00

B. Other (Itemize)

Please note: 80% of all customers are within 5 miles
of the office

Total Miscellaneous Expense \$ 20.00 ~~20.00~~

Total Nonrecurring Charge Expense \$ 50.00 20.72

All daytime staff labor + supplies are automatically calculated into the customer rates to start with.

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: Connection/Turn On Charge, Field Collection Charge,
Meter Re-read Charge, Service Call/Investigation

1. Field Expense:

A. Materials (Itemize)

_____ \$ _____

B. Labor (Time and Wage)

_____ 11.00 10.22

Total Field Expense **\$ 11.00**

2. Clerical and Office Expense

A. Supplies

\$ 1.00 .50

B. Labor

3.00 2.00

Total Clerical and Office Expense **\$ 4.00**

3. Miscellaneous Expense

A. Transportation

\$ 10.00 8.00

B. Other (Itemize)

Total Miscellaneous Expense **\$ 10.00** ~~10.00~~

Total Nonrecurring Charge Expense

\$ 25.00* 20.12

* Why is this charge so much less than the others they charge when it takes the same amount of time and material? ^{50.00}

All daytime staff labor + supplies are automatically calculated into the customer rates to start with.

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: Connection/Turn On Charge After Hours,
Meter Re-read Charge After Hours, Service
Call/Investigation After Hours

1. Field Expense:

A. Materials (Itemize)

_____ \$ _____

B. Labor (Time and Wage)

2 hour minimum _____ 36.00

Average outside labor after hrs = \$15.33/hr.

30.66

Total Field Expense \$ 36.00

2. Clerical and Office Expense

A. Supplies \$ 1.00

.50

B. Labor 3.00

2.00

Total Clerical and Office Expense \$ 4.00

3. Miscellaneous Expense

A. Transportation \$ 10.00

8.00

B. Other (Itemize)

Total Miscellaneous Expense \$ 10.00

Value for this category

Total Nonrecurring Charge Expense \$ 50.00

41.16

FOR Anderson County, Kentucky
Community, Town or City

P.S.C. KY. NO. _____

Original SHEET NO. 7

South Anderson Water District
(Name of Utility)

CANCELING P.S.C. KY. NO. _____

_____ SHEET NO. _____

RULES AND REGULATIONS

D. SPECIAL NON-RECURRING CHARGES:

Connection/Turn-on Charge	25.00
Connection/Turn-on Charge (After Hours)	50.00*
Field Collection Charge	25.00
Late Payment Penalty	10%
Meter Relocation Charge	Actual Cost
Damage to Meter Setting or Lid (Field visit plus equipment replaced)	Actual Cost
Meter Re-read Charge	25.00
Meter Re-read Charge (After hours)	50.00
Meter Test Charge	50.00
Re-connection Charge	50.00
Re-connection Charge (After Hours)	75.00*
Returned Check Charge	25.00
Service Call/Investigation	25.00
Service Call/Investigation (After Hours)	50.00*

*NOTE—Regular working hours for the utility's Maintenance Staff is 8:00 a.m. to 12:00 p.m. and 1:00 p.m. to ~~4:00~~ p.m. excluding holidays. Upon customer request, and subject to availability of Maintenance Staff, services may be performed outside regular working hours at the after hours rate. Maintenance Staff who are called in after hours are guaranteed to be paid for a minimum of 2 hours.

Maintenance Staff is being paid until 5:00 PM. After hr. rate does not

DATE OF ISSUE _____
Month / Date / Year

start until after 5:00.

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY Bob Kincer
(Signature of Officer)

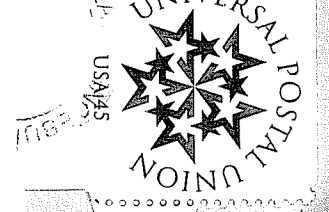
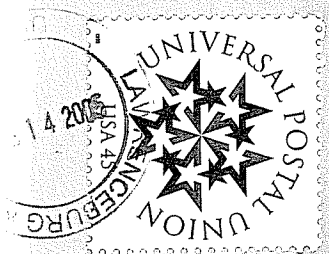
TITLE CHAIRMAN

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

Road
0342

Lawrenceburg, KY 40342

Public Service Commission
 P.O. Box 615
 Frankfort Kentucky 40601
 Grant 2024-00525



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FEB 15 2005

PUBLIC SERVICE
COMMISSION