

OLDHAM COUNTY WATER DISTRICT

P.O. Box 51 ♦ Buckner, Kentucky 40010

502-222-1690

January 13, 2009

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

RECEIVED

FEB 20 2009

PUBLIC SERVICE
COMMISSION

RE: Formal Application for Tariff Revision

2009-00078

This is an application to revise Oldham County Water District's meter connection fee for 5/8 x 3/4 inch connections. Upon approval of the tariff, Oldham County will begin installing computer radio read meters for all new connections. Enclosed is the connection charge cost justification calculations, a revised tariff sheet and a copy of the public notice that will be published in the newspaper for three consecutive weeks.

This meter connection fee was not included in the last rate case filed by Oldham County since Oldham County had no plans to install computer radio read meters at that time. Oldham County is not requesting a general rate increase at this time. However, the District cannot absorb the cost of installing computer radio read meters at its current connection fee. The increased connection fee will not impact current customers. The individuals affected by this increase will be new applicants for service.

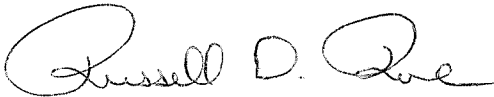
The District has previously filed income statements and balance sheets with the Public Service Commission. These income statements and balance sheets are contained in the annual reports filed by Oldham County. Oldham County has not filed more than two increases in its non-recurring charges since its last general rate case.

There will not be additional revenue from this tariff filing. All money collected will be used to purchase and install the computer radio read meters. Therefore, additional revenue will not exceed five (5) percent of total revenues provided by all miscellaneous and non-recurring charges for the most recent twelve (12) month period.

The District will publish the enclosed public notice of this requested rate revision in the local newspaper on and after the date of this filing. An affidavit from the newspaper verifying that the notice was published for three consecutive weeks will be forwarded to you. A copy of this application has been sent to the Office of the Attorney General, 100 Perimeter Park, Frankfort, KY 40601.

Oldham requests a deviation from from 807 KAR 5:066 Section 15(2). Oldham requests that it not be required to test meters that are removed and replaced with computer radio read meters. The removed meters will not be placed in service at another location within the system.

Very truly yours,

A handwritten signature in cursive script that reads "Russell D. Love". The signature is written in black ink and is positioned above the typed name and title.

Oldham County Water District
Enclosure

NOTICE

Oldham County Water District has filed an application with the Kentucky Public Service Commission to increase its meter connection fee from \$734.45 to \$1,020.00 an increase of \$285.55 or 39 percent. The effective date for the charge will be upon approval of the Commission. The increase in Oldham County's connection fee is the result of Oldham County installing computer radio read meters for all new connections.

The connection fee contained in this notice is the charge proposed by Oldham County. However, the Public Service Commission may order a charge that is different from this proposed charge. Such action may result in a charge for applicants for service other than the charge in this notice.

Any corporation, association, body politic, or person may, by motion within thirty (30) days after publication of this fee change, request leave to intervene; and the motion shall be submitted to the Public Service Commission, Post Office Box 615, Frankfort, KY 40602, and shall set forth the grounds for the request including the status and interest of the party.

Intervenors may obtain copies of the application and related filings by contacting the District.

The District has available for inspection at its office the proposed change to its connection fee. An applicant for service may contact the District at 502-222-1690

This notice is published pursuant to 807 KAR 5:011-Tariffs.

**AVERAGE METER CONNECTION EXPENSE
COST JUSTIFICATION**

Name of Utility Oldham County Water District

The following is an itemization of expenses for providing a metered service connection.

A. Meter Size

5/8x3/4-Inch X

Other (specify) Computer Radio Read

B. Materials Expense

	<u>Unit Quantity</u>	<u>Cost</u>	<u>Total Cost</u>
1. Water Meter	1_____	_____	138.45
2. Meter Yoke	1_____	_____	115.00
3. Corporation Stop	1_____	_____	34.45
4. Meter Box and Top	1_____	_____	71.07
5. Miscellaneous Fittings	_____	_____	_____
6. Other (Itemize)			
Saddle	_____	_____	60.13
_____	_____	_____	_____
_____	_____	_____	_____
TOTAL MATERIALS EXPENSE			<u>\$ 419.10</u>
(add total cost)			

C. Service Pipe Expense

Type of Service Pipe P.E. Tubing Size of Service Pipe 1"

	<u>Unit Quantity</u>	<u>Cost</u>	<u>Total Cost</u>
1. Short Side Service	6'___	.69___	4.14_
2. Long Side Service	70'___	.69___	48.30_
AVERAGE SERVICE PIPE EXPENSE (add total cost and divide by 2)			<u>\$ 26.22</u>

D. Installation Labor Expense

	<u>Total Hours</u>	<u>Hourly Rate</u>	<u>Total Cost</u>
1. Short Side Service	2___	75.00_	150.00
2. Long Side Service	3___	75.00_	225.00
AVERAGE INSTALLATION LABOR EXPENSE (add total cost and divide by 2)			<u>\$ 187.50</u>

E. Installation Equipment Expense

	<u>Total Hours</u>	<u>Hourly Rate</u>	<u>Total Cost</u>
1. Short Side Service	2___	75.00_	150.00
2. Long Side Service	3___	75.00_	225.00
AVERAGE INSTALLATION EQUIPMENT EXPENSE (add total cost and divide by 2)			<u>\$ 187.50</u>

F. Installation Miscellaneous Expense

	<u>Total Hours</u>	<u>Hourly Rate</u>	<u>Total Cost</u>
1. Inspection	1____	25.00_	25.00
2. Site Clean-Up	1.33__	75.00_	100.00
3. Other			
<u>Grass Seed</u>	_____	_____	10.00_
<u>Straw</u>	_____	_____	10.00_
_____	_____	_____	_____
AVERAGE INSTALLATION MISCELLANEOUS EXPENSE (add total cost)			\$ <u>145.00</u>

G. Overhead Expense

1. Installation expense (\$965.32) times overhead rate (3%)	\$ <u>28.96</u>
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H. Administrative Expense

1. Office expense for establishing a new account and billing record.	\$ <u>25.72</u>
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I. Total Expenses

Materials Expense	\$ 419.10
Service Pipe Expense	26.22
Installation Labor Expense	187.50
Installation Equipment Expense	187.50
Installation Miscellaneous Expense	145.00
Overhead Expense	28.96
Administrative Expense	25.72

TOTAL CONNECTION EXPENSE \$ 1020.00

