Steven L. Beshear Governor

Leonard K. Peters Secretary Energy and Environment Cabinet



Commonwealth of Kentucky
Public Service Commission

211 Sower Blvd. P.O. Box 615 Frankfort, Kentucky 40602-0615 Telephone: (502) 564-3940 Fax: (502) 564-3460 psc.ky gov David L. Armstrong Chairman

James W. Gardner Vice Chairman

January 17, 2012

PARTIES OF RECORD

Re: Case No. 2011-00083

Attached is a copy of the memorandum which is being filed in the record of the above-referenced case. If you have any comments you would like to make regarding the contents of the informal conference memorandum, please do so within five days of receipt of this letter. If you have any questions, please contact Richard Raff at 502-564-3940 ext.263.

Jeff Derouen

Executive Director

Attachment



## INTRA-AGENCY MEMORANDUM

## KENTUCKY PUBLIC SERVICE COMMISSION

TO:

Main Case File-Case No. 2011-00083

FROM:

Sam Bryant, Team Leader

DATE:

January 17, 2012

RE:

Informal Conference of November 28, 2011

Application of Elkhorn Water District for Alternative Rate

Adjustment

Pursuant to a Commission Staff Notice issued on November 22, 2011, an informal conference was held at the Commission's offices on November 28, 2011. A list of attendees is attached hereto. The purpose of the conference was to discuss Elkhorn Water District's rate case.

Commission Staff issued a Staff Report on October 20, 2011, finding that Elkhorn had a revenue sufficiency of \$14,700 and could not justify a rate increase at this time. Elkhorn had several questions about the methodology the Staff used to determine certain pro forma balances. Also, the Staff Report found that Elkhorn had a line loss of approximately 36.727% that resulted in Elkhorn's Purchased Water Expense being adjusted downward by \$39,035.

Elkhorn concluded that it would withdraw the current rate case and file again in 2012. This would allow Elkhorn to file a test period with normal water loss and correct billing and usage information.

Attachment

**Attendance Sheet** 

Informal Conference

Case No. 2011-00083

Elkhorn Water District

November 28, 2011

Name Representing

Richard Raff PSC

Dudley Schryock, CPA Elkhorn Water District

Jolene Parris Elkhorn Water District

Thomas Marshall Elkhorn Water District

Garland Moore Elkhorn Water District

Warner Broughman Elkhorn Water District

Sam Reid PSC

Sam Bryant PSC

Jason Green PSC

Jerry Weutcher PSC

Dennis Jones PSC