

EAST CLARK COUNTY WATER DISTRICT
P.O. BOX 112 – WINCHESTER, KENTUCKY 40302

Ms. Stephanie Stumbo
Kentucky Public Service Commission
211 Sower Blvd.
P.O. Box 615
Frankfort, KY 40602

RE: APPLICATION FOR NONRECURRING CHARGE INCREASE

Dear Ms. Stumbo:

The East Clark County Water District ("East Clark") is requesting the PSC approve the nonrecurring charges listed herein. In support of its application, East Clark states:

- Cost justification forms are included and show a full description of the equipment or service provided. The proposed rates cover incremental costs and a reasonable contribution to overhead. A full description of each charge is set out in East Clark's tariff, on file with the PSC. Further, East Clark will file a new tariff if and when the proposed nonrecurring charges are approved which will set out an explanation of each charge.
- A copy of the notice that will be filed in the newspaper along with verification from the newspaper that the notice will be published for three (3) consecutive weeks is included in this application.
- A copy of this application has been filed with the Office of the Attorney General, Rate Intervention Division.
- East Clark has not filed a general rate case since 1998 due to growth in the county. Since that time, the costs of performing the services associated with the nonrecurring charges listed herein have drastically increased. East Clark has reviewed its income and expenses and does not require a general rate case at this time. East Clark cannot absorb the expenses associated with the nonrecurring charges until its next general rate case.
- The group of customers affected by the increase in nonrecurring charges will be the customers who cause East Clark to incur the expense. It is unfair for all customers to absorb the cost East Clark must incur due to a specific customer.

Ms. Stumbo
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- A copy of the utility's income statement and balance sheet for 2007 is on file with the PSC.
- The additional revenue will not exceed five (5) percent of the total revenues provided by all miscellaneous and non-recurring charges for 2007.
- East Clark has not made more than 2 non-recurring filings between its last general rate case.

Should the PSC require additional information, please contact William Ballard, Manager of East Clark.

Sincerely,


Chairman
East Clark County Water District

NOTICE

The East Clark County Water District has filed an application with the Kentucky Public Service Commission to increase its non recurring charge rates as follows:

	Current	Proposed
Connection/Turn On	\$25	\$30
Connection/Turn On After Hours	80	95
Field Collection	25	30
Late Payment Penalty	10%	10%
Meter Relocation	Actual Cost	Actual Cost
Damage to Meter	Actual Cost	Actual Cost
Meter Reread	25	30
Meter Reread (after hours)	80	95
Meter Test	40	55
Reconnection	45	55
Reconnection(after hours)	90	100
Returned Check	25	25
Service Call	25	30
Service Call (after hours)	80	95
Connection Fee 5/8	600	907
All Other Size Connections	Actual Cost	Actual Cost

The rates contained in this notice are the rates proposed by East Clark County 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 customers other than the rates in this notice.

Any corporation, association, body politic or person may by motion within thirty (30) days after publication of this notice request leave to intervene. Motion to intervene must be filed with the Kentucky Public Service Commission, 211 Sower Boulevard, Frankfort, Kentucky, 40602. The motion must set forth the grounds for the request including the status and interest of the party.

Intervenors may obtain copies of the application by contacting East Clark County Water District at it's office or by calling the District at 859-745-1458. A copy of this application is available at the District's office for any interested party to review.

FOR East Clark County, Kentucky
Community, Town or City

P.S.C. KY. NO. 1

First Revised SHEET NO. 7

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 7

East Clark County Water District
(Name of Utility)

RULES AND REGULATIONS

E. SPECIAL NON-RECURRING CHARGES:

Connection/Turn-on Charge	30.00
Turn on After Hours	95.00
Field Collection	30.00
Damage to Meter Lid	Actual Cost
Meter Relocation	Actual Cost
Late Payment	10%
Meter Reread	30.00
Meter Reread After Hours	95.00
Meter Test	55.00
Reconnect Charge	55.00
Reconnection After Hours	100.00
Service Call/Investigation	30.00
Service Call/After Hours	95.00
Returned Check	25.00

Regular working hours for maintenance staff is 8:00 a.m. to 12 p.m. and 1:00 p.m. to 5:00 p.m. excluding holidays. Maintenance staff is guaranteed to be paid for a minimum of 3 hours for all after hour's work.

DATE OF ISSUE 9/30/2008
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY Fred Farmer
(Signature of Officer)

TITLE Chairman

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: Connection/Turn On, Field Collection, Meter Reread,
Service Call

1. Field Expense:

A. Materials (Itemize)

_____ \$ _____

B. Labor (Time and Wage)

1 hr. @ 19.00 \$19.00

Total Field Expense \$ 19.00

2. Clerical and Office Expense

A. Supplies \$ 1.00

B. Labor _____

Total Clerical and Office Expense

3. Miscellaneous Expense

A. Transportation \$ 10.00

Total Miscellaneous Expense \$ 10.00

Total Nonrecurring Charge Expense \$ 30.00
USE: 30.00

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: Connection/Turn On After Hours, Meter Reread After Hours, Service Call After Hours

1. Field Expense:

A. Materials (Itemize)

_____ \$ _____

B. Labor (Time and Wage)

3.0 hours @ \$27.00 81.00

Total Field Expense \$ 81.00

2. Clerical and Office Expense

A. Supplies \$ 1.00

B. Labor 3.00

Total Clerical and Office Expense

3. Miscellaneous Expense

A. Transportation \$ 10.00

B. Other (Itemize)

Total Miscellaneous Expense \$ 10.00

Total Nonrecurring Charge Expense \$ 95.00

USE: 95.00

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: Meter Test, Reconnection Charge

1. Field Expense:

A. Materials (Itemize)

	\$

B. Labor (Time and Wage)

1.5 hours @ \$19.00	28.50
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Total Field Expense	\$ 28.50
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2. Clerical and Office Expense

A. Supplies	\$ 1.00
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B. Labor	12.00
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Total Clerical and Office Expense	13.00
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3. Miscellaneous Expense

A. Transportation	\$ 15.00
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B. Other (Itemize)

Total Miscellaneous Expense	\$ 15.00
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Total Nonrecurring Charge Expense	\$ 56.50
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<u>USE:</u>	55.00
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NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: Reconnection After Hours

1. Field Expense:

A. Materials (Itemize)

_____ \$ _____

B. Labor (Time and Wage)

3 hrs. @ 27.00 \$81.00

Total Field Expense \$ 81.00

2. Clerical and Office Expense

A. Supplies \$ 1.00

B. Labor 5.00

Total Clerical and Office Expense

3. Miscellaneous Expense

A. Transportation \$ 15.00

Total Miscellaneous Expense \$ 15.00

Total Nonrecurring Charge Expense \$ 102.00
USE: 100.00

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: Returned Check

1. Field Expense:

A. Materials (Itemize)

_____ \$ _____

B. Labor (Time and Wage)

Total Field Expense \$ _____

2. Clerical and Office Expense

A. Supplies \$ _____

B. Labor 1 hr @ \$15.00 15.00

Total Clerical and Office Expense

3. Miscellaneous Expense

A. Transportation \$ _____

B. Other - Bank Chg 10.00

Total Miscellaneous Expense \$ 25.00

Total Nonrecurring Charge Expense \$ 25.00
USE: 25.00

FOR East Clark County, Kentucky
Community, Town or City

P.S.C. KY. NO. 1

First Revised SHEET NO. 6

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 6

East Clark County Water District
(Name of Utility)

RULES AND REGULATIONS

D. METER CONNECTION/TAP-ON CHARGES:

5/8 Inch X 3/4 Inch \$907.00

All Larger Meters Actual Cost

DATE OF ISSUE 9/30/2008
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY Ked Jarvis
(Signature of Officer)

TITLE Chairman

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

AVERAGE METER CONNECTION EXPENSE
COST JUSTIFICATION

Name of Utility EAST CLARK COUNTY WATER DISTRICT

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

A. Meter Size

5/8-Inch 3/4-Inch 1-Inch 1 1/2-Inch 2-Inch

Other (specify) _____

B. Materials Expense

	<u>Quantity</u>	<u>Unit Cost</u>	<u>Total Cost</u>
1. Water Meter	_____	\$ _____	\$ <u>98</u>
2. Meter Yoke	_____	_____	<u>139</u>
3. Corporation Stop	_____	_____	<u>22.50</u>
4. Meter Box and Top	_____	_____	<u>54</u>
5. Miscellaneous Fittings	_____	_____	<u>10</u>
6. Other (itemize) <i>saddle & pressure reducer</i>	_____	_____	<u>74</u>
Total Materials Expense (add total cost)			\$ <u>397.50</u>

C. Service Pipe Expense

Type of Service Pipe POLY Size of Service Pipe 3/4"

	<u>Quantity</u>	<u>Unit Cost</u>	<u>Total Cost</u>
1. Short Side Service	<u>8</u>	<u>\$.28</u>	<u>\$ 2.24</u>
2. Long Side Service	<u>40</u>	<u>.68</u>	<u>27.20</u>
Average Cost (Add total cost and divide by 2)			<u>\$14.72</u>

D. Installation Expense

Labor

	<u>Total Hours</u>	<u>Hourly Rate</u>	<u>Total Cost</u>
1. Short Side Service	<u>3</u>	<u>\$30</u>	<u>\$ 90</u>
2. Long Side Service	<u>6</u>	<u>40</u>	<u>240</u>
Average Cost (Add total cost and divide by 2)			<u>\$ 165</u>

Equipment

	<u>Total Hours</u>	<u>Hourly Rate</u>	<u>Total Cost</u>
1. Short Side Service	<u>2</u>	<u>\$45</u>	<u>\$ 90</u>
2. Long Side Service	<u>6</u>	<u>55</u>	<u>330</u>
Average Cost (Add total cost and divide by 2)			<u>\$ 210</u>

Installation Expense continued

	Total Hours	Hourly Rate	Total Cost
1. Inspection	<u>1</u>	<u>\$ 40</u>	<u>\$ 40</u>
2. Site Clean-up	<u>1</u>	<u>60</u>	<u>60</u>
3. Other (itemize)	<u> </u>	<u> </u>	<u> </u>
Total Miscellaneous (add total cost)			<u>\$ 100</u>

E. Overhead Expense

1. Installation expense (\$ _____) times overhead rate (_____ %)		\$ _____
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F. Administrative Expense

1. Office expense for establishing a new account and billing record.		<u>\$ 20</u>
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G. Total Expense

1. Total of all items:

Materials Expense	<u>\$ 397.50</u>
Service Pipe Expense	<u>14.72</u>
Installation Labor Expense	<u>165</u>
Installation Equipment Expense	<u>210</u>
Equipment Expense	<u>100</u>
Miscellaneous Expense	<u> </u>
Overhead Expense	<u> </u>
Administrative Expense	<u>20</u>
Total Connection Expense	<u>\$ 907.22</u>

USE :

907

**EAST CLARK COUNTY WATER DISTRICT
P.O. BOX 112
WINCHESTER, KY 40392
(859-745-1458)**

September 25, 2008

Office of the Attorney General
700 Capital Avenue Suite 118
Frankfort, KY 40601

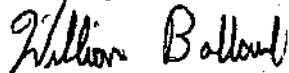
Dear Sir:

Enclosed please find a copy of the application filed with Public Service Commission to increase our nonrecurring charges.

If you need more information please call the office at (859)745-1458.

We appreciate your assistance.

Sincerely,



William Ballard, Manager
East Clark County Water District