

RESPONSE 1h: SERVICE LINE INSPECTION FEE

	Cost Justification Filed 5/3/2024			Cost Justification Filed 9/22/1999			Difference		
	Hours	Rate	Total	Hours	Rate	Total	Hours	Rate	Total
1 Field Expense									
A Materials	-	-	-	-	-	-	-	-	-
B Labor	1.1583	47.51	55.03	2.00	24.13	48.25	(0.8417)	23.39	6.78
Subtotal	1.1583	47.51	55.03	2.00	24.13	48.25	(0.8417)	23.39	6.78
2 Clerical & Office Expense									
A Supplies	-	-	-	-	-	-	-	-	-
B Labor	0.2333	33.22	7.75	-	-	-	0.2333	33.22	7.75
Subtotal	0.2333	33.22	7.75	-	-	-	0.2333	33.22	7.75
3 Miscellaneous Expense									
A Transporation	1.1583	10.00	11.58	1.00	6.20	6.20	0.1583	3.80	5.38
B Other	-	-	-	-	-	-	-	-	-
Subtotal	1.1583	10.00	11.58	1.00	6.20	6.20	0.1583	3.80	5.38
Total			<u>\$74.37</u>			<u>\$54.45</u>			<u>\$19.92</u>

EXPLANATION:

- 1B Field labor costs have increased over 24+ years since last cost justification filed. The average time for inspections decreased from 2 hours in 1999 to 1.16 hours in the current cost justification. Labor expense includes both wages and employee overhead.
- 2B No clerical expense was itemized in cost justification filed in 1999. Clerical expense consists of explaining inspection procedures to the customer, issuing service request, contacting customer with inspection results, and completing the service request.
- 3A Transportation costs have increased over 24+ years since last cost justification filed.