

RESPONSE 1d: SERVICE CONNECTION 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	0.7577	35.86	27.17	1.00	20.60	20.60	(0.2423)	15.26	6.57
Subtotal	0.7577	35.86	27.17	1.00	20.60	20.60	(0.2423)	15.26	6.57
2 Clerical & Office Expense									
A Supplies	-	-	-	-	-	-	-	-	-
B Labor	0.4200	33.22	13.95	-	-	-	0.4200	33.22	13.95
Subtotal	0.4200	33.22	13.95	-	-	-	0.4200	33.22	13.95
3 Miscellaneous Expense									
A Transportation	0.7577	10.00	7.58	1.00	6.20	6.20	(0.2423)	3.80	1.38
B Other	-	-	-	-	-	-	-	-	-
Subtotal	0.7577	10.00	7.58	1.00	6.20	6.20	(0.2423)	3.80	1.38
Total			<u>\$48.70</u>			<u>\$26.80</u>			<u>\$21.90</u>

EXPLANATION:

- 1B The average time for a service connection decreased from 1 hour in 1999 to .76 hours in the current cost justification. Field labor costs have increased over 24+ years since last cost justification tariff filed. 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 System's policies, processing customer application and sales tax domicile form, searching data base for outstanding charges, processing customer payment, issuing workorder, and updating workorder when connect is completed.
- 3A Transportation costs have increased over 24+ years since last cost justification filed.