

Ann Cole

From: Mary Bane
Sent: Friday, January 23, 2009 12:32 PM
To: Jennie Lingo
Cc: Tim Devlin; Marshall Willis; Connie Kummer; Paul Stallcup; Patti Daniel; Cheryl Bulecza-Banks; Bart Fletcher; Rick Wright; Tom Walden; Keino Young; Jennifer Brubaker; Betty Ashby; William C. Garner; Roberta Bass; Lorena Holley; Larry Harris; Bill McNulty; Ann Cole
Subject: RE: Request for Oral Modifications to Item 11 on January 26, 2009 Agenda Conf re: Dkt No. 070693-WS, Lake Utility Services, Inc.

Approved.

From: Jennie Lingo
Sent: Friday, January 23, 2009 12:22 PM
To: Mary Bane
Cc: Tim Devlin; Marshall Willis; Connie Kummer; Paul Stallcup; Patti Daniel; Cheryl Bulecza-Banks; Bart Fletcher; Rick Wright; Tom Walden; Keino Young; Jennifer Brubaker; Betty Ashby
Subject: Request for Oral Modifications to Item 11 on January 26, 2009 Agenda Conf re: Dkt No. 070693-WS, Lake Utility Services, Inc.
Importance: High

Staff respectfully requests approval to make oral modifications to Item 11 scheduled for the agenda this coming Monday, Jan. 26th. Item 11 relates to the PAA recommendation regarding an application for increase in water and wastewater rates in Lake County by Lake Utility Services, Inc. The oral modifications are necessary due to inadvertently double-counting the amount of reuse revenues to be removed from the final wastewater revenue requirement before setting wastewater rates. This had the effect of understating both the appropriate wastewater revenues from rates and the resulting final wastewater rates.

1) Changes to Issue 19, page 32:

** The next to the last sentence of both the recommendation statement and staff's analysis should be changed to read: "The post-repression revenue requirement for the wastewater system is ~~\$1,944,781~~ \$2,059,326."

2) Changes to Issue 20, page 34:

** The second sentence of the recommendation paragraph should be changed to read: "Excluding miscellaneous service revenues, the recommended water rates are designed to produce revenues of \$5,235,010, while the recommended wastewater rates are designed to produce revenues of ~~\$1,944,781~~ \$2,059,326."

** In the first paragraph of staff's analysis, the first sentence should be changed to read: "Excluding miscellaneous service revenues, the recommended water rates are designed to produce revenues of \$5,235,010; the recommended wastewater rates are designed to produce revenues of ~~\$1,944,781~~ \$2,059,326."

** In the first paragraph of staff's analysis, the last sentence should be changed to read: "For the wastewater system, approximately 50 percent (or ~~\$972,391~~ \$1,029,663) of the monthly service revenues is recovered through the base facility charges, while approximately 50 percent (or ~~\$972,391~~ \$1,029,663) represents revenue recovery through the consumption charges."

3) Changes to Schedule No. 4-C, page 58:

** The revised Sch No. 4-C is shown below, with the changes highlighted for ease of reference:

Lake Utility Services, Inc. - Lake Groves					Schedule No. 4-C	
Wastewater Monthly Service Rates					Docket No. 070693-WS	
Test Year Ended 6/30/09						
	Monthly Rates	Monthly Comm.	Monthly Utility	Prior Start	Revised Start	Monthly 4-Year

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	Prior to Filing	Approved Interim	Requested Final	Recom Final	Recom Final	Rate Reduction
Residential Service						
Base Facility Charge by Meter Size:						
5/8" x 3/4"	\$15.72	\$22.79	\$45.00			
1"	\$15.72	\$22.79	\$45.00			
1 1/2"	\$15.72	\$22.79	\$45.00			
2"	\$15.72	\$22.79	\$45.00			
All Sizes - Residential	\$15.72	\$22.79	\$45.00	\$22.67	\$24.00	\$0.22
General Service						
Base Facility Charge by Meter Size:						
5/8" x 3/4"	\$15.72	\$22.79	\$45.00	\$22.67	\$24.00	\$0.22
1" General Service	\$39.32	\$57.02	\$112.50	\$56.68	\$60.00	\$0.55
1 1/2" General Service	\$78.62	\$114.01	\$225.00	\$113.35	\$120.00	\$1.10
2" General Service	\$125.79	\$182.41	\$360.00	\$181.36	\$192.00	\$1.76
3" General Service	\$251.58	\$364.82	\$720.00	\$362.72	\$384.00	\$3.52
4" General Service	\$393.12	\$570.06	\$1,125.00	\$566.75	\$600.00	\$5.50
6" General Service	\$393.12	\$570.06	\$2,250.00	\$1,133.50	\$1,200.00	\$10.99
8" General Service				\$2,040.30	\$2,160.00	\$19.78
10" General Service				\$3,287.15	\$3,480.00	\$31.87
Gallonge Charge, per 1,000 Gallons						
Residential (10,000 gallon max)	\$1.08	\$1.57	\$2.60	\$4.13	\$4.38	\$0.04
General Service	\$1.36	\$1.97	\$3.50	\$4.96	\$5.26	\$0.05
Reclaimed Water						
Base Facility Charge			\$3.65	\$7.19	\$7.19	\$0.07
Gallonge Charge (per 1,000 Gallons)			\$0.60	\$1.07	\$1.07	\$0.01
Typical Residential Bills 5/8" x 3/4" Meter						
3,000 Gallons	\$18.96	\$27.50	\$52.80	\$35.06	\$37.14	
5,000 Gallons	\$21.12	\$30.64	\$58.00	\$43.32	\$45.90	
10,000 Gallons	\$26.52	\$38.49	\$71.00	\$63.97	\$67.80	