ORIGINAL JANUARY 30, 2009



INDIANA UTILITY REGULATORY COMMISSION 101 W. WASHINGTON STREET, SUITE 1500E INDIANAPOLIS, INDIANA 46204-3407 http://www.in.gov/iurc Office: (317) 232-2701 Facsimile: (317) 232-6758

MEMORANDUM

TO:

Commissioners Hardy, Golc, Landis, Server and Ziegner

FROM:

Bradley K. Borum, Director of Electricity Division

E. Curtis Gassert, Director of Water/Sewer Division

DATE:

January 23, 2009

RE:

Utility Articles for Next Conference

The following Final Articles "A" and Preliminary Article "A" are submitted to each of you to acquaint you with the tariffs eligible for action or acceptance on or after January 30, 2009.

"A" Finals

The following miscellaneous item(s) will be eligible for final consideration at the next Commission Conference and based upon review by staff members of the Commission, I recommend approval.

1. Corydon Municipal Water Utility

The utility is proposing to increase its reconnect charge for disconnection of service due to non-payment of bills. In addition, the utility is adding an insufficient funds charge to recover administrative costs. The reason for these changes is due to increased administrative costs and labor. Cost support has been provided.

The current and proposed charges can be found below:

Tariff Charge	Current	Proposed
Reconnection Charge	\$25.00	\$35.00
Returned Check Charge	\$0.00	\$25.00

The tariff page affected by this filing is:

• Page 2.

2. Utility Center, Inc. d/b/a Aqua Indiana, Inc.

Utility Center proposes to increase miscellaneous or nonrecurring fees and charges. The new rates are a result of increases in hourly wages, health insurance costs, other employee benefits, transportation costs, and material costs. Utility Center also proposes to implement a new "Establishment of New Service Fee," "Inspection Fee," and "Dropped Off Tap Charge."

The Establishment of New Service Fee recovers the administrative costs to initiate service. The Inspection Fee recovers the costs for utility personnel to inspect water line installation by an outside contractor. The Dropped Off Tap Charge is similar to the Tap Charge except another entity, such as the developer, completes a portion of the work. The new charges are shown below. Cost support has been provided.

Water And Sewer Customer Charges

New Charges

Establishment of New Service Fee	\$16.00
Inspection Fee (Business Hours)	
Inspection Fee (After Business Hours, 2 hr. min.)	\$85.00 (\$40.00 each additional hour)

	Current Charge	Proposed Charge
Returned Check Charge	\$25.00	\$34.00
Service Charge (Business Hours)	\$30.00	\$32.00
Service Charge (After Business Hours, 2 hr. min.)	\$45.00 per hour	\$87.00 (\$40.00 each additional hour)
Service Line Leak Fee	\$20.00/day	\$58.00/day
Transfer of Service Fee	\$30.00	\$37.00
Water Customer Charges	Current Charge	Proposed Charge
Reconnection Charge (Business Hours)	\$30.00	\$38.00
Reconnection Charge (After Business Hours)	\$45.00	\$92.00

Tap Charges

Tap Size	Meter Size	Tap Cost Current	Tap Cost Proposed	Dropped Off Tap New Charge
3/4"	3/4"	\$800	\$1,190	\$595
1"	3/4"	\$825	\$1,225	\$610
1"	1"	\$860	\$1,260	\$650
1 ½"	1"	\$1,325	\$2,080	N/A
1 ½"	1 ½"	\$1,560	\$2,190	N/A
2"	1 ½"	\$1,690	\$2,350	N/A
2"	2"	\$1,850	\$2,400	N/A

The tariff pages affected by this filing are:

- Water tariff page 3 of 5, page 4 of 5, and page 5 of 5
- Sewer tariff page 2 of 4, page 3 of 4, and page 4 of 4.

Please indicate your consideration and action of the preceding items on the appropriate lines provided below.

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		E. Curtis Gassert, Director Water/Sewer Division	
		water/sewer Division	
		195	
I approve fall items as	presented above		
I approve of all items as	presented above excep	ot	
		· ·	
Not participating in the f	following items		
I,	, Disa	pprove Items	
No.			
110.			
I,	, Wisl	h to Defer Items	
No.			

I hereby certify that the above is a true and correct copy of the action on the articles.

Brenda A. Howe

Secretary to the Commission

"A" Preliminary

The following new miscellaneous item has been reviewed by staff members of the Commission and I recommend accepting it for filing.

1. Harrison County Rural Electric Membership Corporation

Harrison County Rural Electric Membership Corporation (REMC) has submitted revised tariffs for its Large Commercial Power Service (LCP), Industrial Power Service (IPS), Industrial Power Service Schedule II (IPS II), and Unbundled Power Service (UBS) that propose to modify its Power Factor Penalty calculations so as to reflect a change in Hoosier Energy's Power Factor Penalty calculations.

Hoosier Energy has changed its power factor penalty from 93% to 95% and Harrison REMC will be changing the language in the aforementioned tariffs to reflect the change by also changing its power factor penalty to 95% from 93%.

Tariff pages affected by this filing are:

- Large Commercial Power Service, Rate Schedule LCP
- Industrial Power Service, Rate Schedule IPS
- Industrial Power Service, Rate Schedule IPS II
- Unbundled Power Service, Rate Schedule UBS

Bradley K. Borum

Director of Electricity Division