

Division of Public Utilities and Carriers 89 Jefferson Blvd. Warwick RI 02888

November 21, 2008

TO

: Luly Massaro, Commission Clerk

FROM

: John Bell, Public Utilities Analyst

SUBJECT: Docket No. 3942

Kent County Water Authority's General Rate Filing -Revised Compliance

At its open meeting on November 19, 2008, the Commission rejected KCWA's November 5, 2008 compliance filing in this docket. The Commission rejected the filing because the proposed rates reflected the Commission's salary adjustment only for the last four months of the rate year. The Commission clarified it position on this item and stated that their intent was to reduce KCWA's 3.2% salary increase to 2% for the entire rate year.

On November 20, 2008, the KCWA re-filed its proposed rates to reflect the salary adjustment for the full rate year as directed by the Commission. The compliance filing reflects a revenue increase of \$3,423,233 or 20.91% and total pro forma revenues of \$19,798,220.

The Division reviewed KCWA's filing and found that the compliance rates accurately reflect the revenue requirements authorized in this docket. The Division recommends the Commission approve KCWA's November 20, 2008 Compliance filing.

CC: Service List via E-Mail