

December 10, 2014

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Dear Superintendent:

On November 26 the Louisville Gas and Electric and Kentucky Utilities Companies requested the Public Service Commission for authority to increase electric and gas rates. If approved as submitted individual schools will experience the following utility cost increases:

L GE Electric: 2.7 -5 percent

LGE Gas: 4.2 Percent

KU Electric: 9.7 to 18 percent

The PSC will suspend implementation of the proposed rates until July 1, 2015 to permit review of the request and for parties to voice their concerns. KSBA has intervened in past proceedings with funding from the Council for Better Education and has been successful in mitigating the requests. In order to intervene in the current cases it will be necessary for your district to contribute to an Intervention Fund of \$35,000 to cover legal and professional witness costs.

Attached is a list showing the cost per district if all or half of the eighty-four affected districts participate. District cost was calculated by assigning \$5,000 to the gas request and \$30,000 to the combined electric request. The gas cost was assigned to affected districts based on SY2013 gas consumption. The electric cost was assigned on the basis of affected K - 12 schools.

As a first step we are asking that you respond to this email by indicating **Yes** or **No** that you will recommend to your board participation up to the amount shown in the "Half" participating column. We are asking for an up to commitment as we cannot predict if all districts will participate. Next please insert that amount in the attached Resolution and present to your Board for authorization to participate in the intervention and committing the Board to reimburse KSBA for the Board's share of actual incurred intervention costs.

Your immediate attention to this matter is requested as the Petition for Intervention must be filed with the PSC this month.

Sincerely,

David A Baird

David Baird
Associate Executive Director

Resolution of the Board

On November 26 the Louisville Gas and Electric and Kentucky Utilities Companies requested the Public Service Commission ("PSC") for authority to increase electric and gas rates. If approved as submitted individual schools will experience the following utility cost increases:

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LGE Gas: 4.2 Percent

KU Electric: 9.7 to 18 percent

On 12/15/14 the DAWSON SPRINGS Board of Education ("Board") hereby authorizes the superintendent to provide funding support to the Kentucky School Boards Association ("KSBA") up to \$ 83.00 to represent the interests of the Board before the PSC in Case Nos. 2014-00371 and 2014-00372. The Board will be billed and hereby commits to reimburse KSBA for its share of actual incurred intervention costs.

_____ Board of Education

_____ Chair

_____ Attest

_____ Title