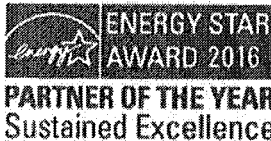


KENTUCKY
SCHOOL
BOARDS
ASSOCIATION



"A brighter future through better public schools"



260 Democrat Drive
Frankfort, KY 40601
1-800-372-2962 • FAX (502) 695-5451
KSBA Website: www.ksba.org

December 21, 2016

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«Prefix» «FirstName» «LastName», «PositionTitle»
«Agency»
«Address»
«City», KY «Zip»

Dear Superintendent «LastName»:

On November 23, 2016 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 could experience the following average utility cost increases:

LGE Electric: 8.5 percent

LGE Gas: 4.2 percent

• KU Electric: 6.4 percent

The PSC will suspend implementation of the proposed rates until July 17, 2017 to permit review of the request and for parties to voice their concerns. KSBA has intervened on behalf of districts, most recently in 2014 with contributions from affected districts to an intervention fund. In other prior proceedings funding was provided by the Council for Better Education ("CBE"). The CBS will be providing \$25,000 for the current proceedings. Because those funds may not cover all intervention costs your district is being asked to consider committing to contribute to a Supplemental Intervention Fund of \$10,000 to cover legal and professional witness costs should the need arise. Attached is a list showing the cost per district if all or half of the eighty-three affective districts participate.

As a first step, we are asking that you respond by email to Ron Willhite (ron.willhite@ksba.org) 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. In the 2014 proceeding only four districts declined participation. 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 costs that exceed the CBE contribution.

Your immediate attention to this matter is requested.

Sincerely,

Mike Armstrong
Executive Director

**LGE-KU
RATE CASE INTERVENTION
COST by DISTRICT**

Attorney - Client Privilege
Work Product
Confidential - Do Not Distribute

DISTRICT	Share		DISTRICT	Share	
	District's Participating	Half		District's Participating	Half
All			All		
Anchorage	\$27	\$41	Jessamine	\$51	\$77
Anderson	\$68	\$102	Knox	\$51	\$77
Augusta	\$17	\$26	LaRue	\$78	\$117
Ballard	\$51	\$77	Laurel	\$119	\$179
Barren	\$34	\$51	Lee	\$34	\$51
Bath	\$51	\$77	Lincoln	\$85	\$128
Bell	\$120	\$179	Lyon	\$51	\$77
Bourbon	\$86	\$128	Madison	\$204	\$306
Boyle	\$86	\$128	Marion	\$85	\$128
Bracken	\$51	\$77	Mason	\$68	\$102
Bullitt	\$201	\$300	McCracken	\$68	\$102
Burgin	\$17	\$26	McCreary	\$51	\$77
Campbellsville	\$51	\$77	McLean	\$51	\$77
Carroll	\$68	\$102	Meade	\$37	\$56
Casey	\$86	\$128	Mercer	\$51	\$77
Caverna	\$51	\$77	Middlesboro	\$68	\$102
Christian	\$17	\$26	Montgomery	\$102	\$153
Clark	\$120	\$179	Muhlenberg	\$153	\$230
Clay	\$34	\$51	Nelson	\$51	\$77
Crittenden	\$51	\$77	Nicholas	\$34	\$51
Danville	\$86	\$128	Ohio	\$68	\$102
Dawson SP	\$17	\$26	Oldham	\$339	\$509
East Bernstadt	\$17	\$26	Pendleton	\$17	\$26
Elizabethtown	\$86	\$128	Pineville	\$34	\$51
Eminence	\$34	\$51	Pulaski	\$136	\$204
Estill	\$51	\$77	Robertson	\$17	\$26
Fayette	\$856	\$1,275	Rockcastle	\$68	\$102
Fleming	\$51	\$77	Rowan	\$34	\$51
Gallatin	\$68	\$102	Russell	\$68	\$102
Garrard	\$34	\$51	Science Hill	\$17	\$26
Grayson	\$86	\$128	Scott	\$221	\$332
Green	\$68	\$102	Shelby	\$136	\$204
Hardin	\$294	\$438	Somerset	\$51	\$77
Harlan Co	\$137	\$204	Taylor	\$51	\$77
Harlan Ind	\$34	\$51	Trimble	\$27	\$41
Harrison	\$51	\$77	Union	\$85	\$128
Hart	\$103	\$153	Washington	\$34	\$51
Henderson	\$17	\$26	Webster	\$85	\$128
Henry	\$96	\$143	West Point	\$17	\$26
Hickman	\$34	\$51	Williamsburg	\$17	\$26
Hopkins	\$120	\$179	Woodford	\$119	\$179
Jefferson	\$3,218	\$4,805			

\$10,000 Allocated on K-12 Schools: **\$9,000** Electric LGE&KU **\$1,000** Gas LGE

Resolution of the Board

On November 23, 2016 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 could experience the following average utility cost increases:

LGE Electric: 8.5 percent

LGE Gas: 4.2 Percent

KU Electric: 6.4 percent

On _____ the _____ Board of Education ("Board") hereby authorizes the superintendent to provide funding support to the Kentucky School Boards Association ("KSBA") up to \$_____ to represent the interests of the Board before the PSC in Case Nos. 2016-00370 and 2016-00371. 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