

JESSAMINE-SOUTH ELKHORN  
WATER DISTRICT

November 15, 2010

RECEIVED

NOV 18 2010

PUBLIC SERVICE  
COMMISSION

KY Public Service Commission  
P O Box 615  
Frankfort, KY 40602

Re: Formal Application for a Purchased Water Adjustment


2010-00448

Enclosed is an original and 10 copies of an application for a purchased water rate adjustment for Jessamine South Elkhorn Water District. The adjustment is necessary to recover an increase in the cost of water attributable to our suppliers' new wholesale rates.

The District will publish the enclosed public notice of the requested rate revisions in the local newspaper. In accordance with PSC rules and regulations, the notice will be published before the new bills are issued and will be published one time. A copy of the newspaper notice and an affidavit verifying publication will be forwarded to you upon publication.

The District has previously filed income statements and balance sheets with the Public Service Commission. These income statements and balance sheets are currently on file with the Commission.

Sincerely,



Diana Clark  
Office Manager

Enclosure

**RECEIVED**

**PURCHASED WATER ADJUSTMENT FOR  
WATER DISTRICTS AND ASSOCIATIONS  
(807 KAR 5:068)**

NOV 18 2010

PUBLIC SERVICE  
COMMISSION

Name of Utility	Jessamine South Elkhorn Water District	
Date	November 15, 2010	
Address	P O Box 731	
City, State, Zip	Nicholasville, KY	40340
Telephone Number	859/881-0589	

1.a. Name of all wholesale suppliers and the base (current) rate and changed rate of each. In the event the water purchased is billed by the supplier on a rate that is not a flat rate schedule, the entire rate schedule must be shown. Attach additional sheets if necessary.


Supplier(s)	Base Rate	Changed Rate
Ky Am Water	3.27067/1000 gal	4.92000/1000 gal
City of Nicholasville	2.43/1000 gal	2.73/1000 gal

1.b. A copy of the supplier's notice of the changed rate showing the effective date of the increase is attached as Exhibit

2. Twelve-month period upon which the purchased water adjustment is based. (This twelve-month period must end within 90 days of this filing).

From	October 2009	through	September 2010
	(month and year)		(month and year)

3. Statement of water purchases. Where water is purchased from more than one supplier, purchases from each supplier must be shown separately. If water is purchased through a declining block rate schedule, purchases for each month must be shown. Attach an additional sheet if necessary.

Supplier(s)	Gallons Purchased during 12 month period
Ky Am Water	257,100,000
City of Nicholasville	27,521,950
<b>TOTAL PURCHASES</b>	284,621,950
4. Total sales for the 12 month period	233,456,660
5. Increased water cost	432,299.33
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.	
6. Purchased water adjustment factor	1.851/1000 gal
The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold.	
<p><b>Note:</b> The purchased water adjustment factor is added to each thousand gallons sold. If the minimum usage is 2,000 gallons then the purchased water adjustment factor would be added to the minimum bill twice. Revised tariff sheets must be attached showing the rate to be charged by the utility and the effective date of the increased rates.</p>	
7. Proposed effective date	November 3, 2010
	
Signature of Utility Officer	
Chairman	
Title	

FOR Northwestern & Southeast Jessamine County

P.S.C. KY. NO. \_\_\_\_\_

Jessamine South Elkhorn Water District

\_\_\_\_\_ SHEET NO. \_\_\_\_\_

CANCELLING P.S.C. KY. NO. \_\_\_\_\_

\_\_\_\_\_ SHEET NO. \_\_\_\_\_

**RATES AND CHARGES**

**A. MONTHLY RATES:**

5/8" x 3/4" Meter

First 2,000 gallons	\$ 27.80	Minimum bill
Next 2,000 gallons	8.25	per 1,000 gallons
Next 2,000 gallons	8.15	per 1,000 gallons
Next 10,000 gallons	8.05	per 1,000 gallons
Next 8,000 gallons	7.95	per 1,000 gallons
Over 24,000 gallons	7.85	per 1,000 gallons

1" Meter

First 10,000 gallons	\$ 92.81	Minimum bill
Next 6,000 gallons	8.05	per 1,000 gallons
Next 8,000 gallons	7.95	per 1,000 gallons
Over 24,000 gallons	7.85	per 1,000 gallons

2" Meter

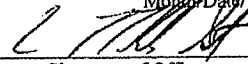
First 24,000 gallons	\$ 204.72	Minimum bill
Over 24,000 gallons	7.85	per 1,000 gallons

A \$6.50 per month surcharge will be assessed to all Southeast users served by the water expansion project.

All meters shall be read to the nearest ten gallons each month.

DATE OF ISSUE November 15, 2010  
Month/Date/Year

DATE EFFECTIVE November 3, 2010  
Month/Date/Year

ISSUED BY   
Signature of Officer

TITLE Chairman

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION  
IN CASE NO. \_\_\_\_\_ DATED \_\_\_\_\_

## NOTICE

The City of Nicholasville's Combined Utilities System has filed a three-tiered phase-in proposed rate schedule to increase the rate for wholesale water service as set forth below:

<u>Phase 1</u>	<u>Current Rate</u>	<u>October 4, 2008</u>	<u>% Difference</u>
Jessamine County Water District No. 1	\$1.85 per 1000 gallons	\$2.14 per 1000 gallons	15.7% Increase
Jessamine South Elkhorn Water District	\$1.85 per 1000 gallons	\$2.14 per 1000 gallons	15.7% Increase

<u>Phase 2</u>	<u>Current Rate</u>	<u>June 1, 2009</u>	<u>% Difference</u>
Jessamine County Water District No. 1	\$2.14 per 1000 gallons	\$2.43 per 1000 gallons	13.6% Increase
Jessamine South Elkhorn Water District	\$2.14 per 1000 gallons	\$2.43 per 1000 gallons	13.6% Increase

<u>Phase 3</u>	<u>Current Rate</u>	<u>June 1, 2010</u>	<u>% Difference</u>
Jessamine County Water District No. 1	\$2.43 per 1000 gallons	\$2.73 per 1000 gallons	12.3% Increase
Jessamine South Elkhorn Water District	\$2.43 per 1000 gallons	\$2.73 per 1000 gallons	12.3% Increase

The proposed effective date is October 4, 2008 for phase one to be reflected on bills due in November 2008, an effective date of June 1, 2009 for phase two to be reflected on bills due in July 2009, and an effective date of June 1, 2010 for phase three to be reflected on bills due in July 2010.

The rates contained in this notice are the rates proposed by the City of Nicholasville's Combined Utilities System. However, the Public Service Commission may order rates to be charged that differ from the proposed rates in this notice.

Any corporation, association, or person with a substantial interest in the matter may, by written request, within thirty (30) days after publication or mailing of this notice of the proposed rate changes request to intervene. Intervention may be granted beyond the thirty (30) day period for good cause shown.

Any person who has been granted intervention by the Public Service Commission may obtain copies of the rate application and any other filings made by the Nicholasville's Combined Utilities System by visiting the Utility Office located at 601 North Main Street in Nicholasville, Kentucky; telephone 859-885-9473.

Any person may examine the rate application and other filings made by Nicholasville's Combined Utilities System at the Utility Office located at 601 North Main Street in Nicholasville, Kentucky; or by contacting the Public Service Commission at 211 Sower Boulevard in Frankfort, Kentucky; telephone 502-564-3940.

The proposed rates to be charged by Kentucky-American Water Company are as follows:

**SERVICE CLASSIFICATION NO. 1**

**Applicable**

Applicable to the entire Service Territory of Kentucky-American Water Company.

**Availability of Service**

Available for Residential, Commercial, Industrial, Other Public Authority, and Sales for Resale Metered Service.

**Meter Rates**

The following shall be the rates for consumption, in addition to the service charges provided for herein:

<b>Customer Category</b>	<b>Rate Per 1,000 Gallons All Consumption</b>	<b>Rate Per 100 Cubic Feet All Consumption</b>
Residential	\$5.76133	\$4.32100
Commercial	\$5.25067	\$3.93800
Industrial	\$4.26667	\$3.20000
Municipal & Other Public Authority	\$4.96667	\$3.72500
Sales for Resale	\$4.92000	\$3.69000