

Sharpsburg Water District
P O Box 248
Sharpsburg, KY 40374
606-247-2861

January 30, 2012

Public Service Commission
ATTN: Rate Dept.
211 Sower Blvd.
Frankfort, KY 40601

RECEIVED

FEB - 2 2012

**PUBLIC SERVICE
COMMISSION**

Re: Purchase Water Adjustment

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

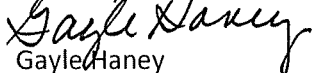
The District will notify customers of the requested rate increase on the March, 2012 billing.

Enclosed, along with the application, are the following items:

1. Notice from Bath County Water District (supplier)
2. Revised tariff sheet
3. Worksheet
4. Copy of billing format showing notice to customers
5. Copy of rates from City of Carlisle
6. Copy of board minutes approving rates

Please let me know in any further information is needed.

Sincerely,



Gayle Haney
Manager

RECEIVED

FEB 02 2012

PUBLIC SERVICE COMMISSION

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

Name of Utility	Sharpsburg Water District	
Date	January 30, 2012	
Address	P O Box 248	
City, State, Zip	Sharpsburg, KY	40374
Telephone Number	606-247-2861	

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.

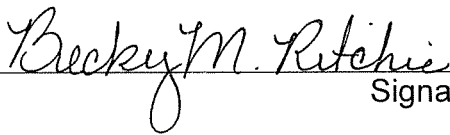
Supplier(s)	Base Rate	Changed Rate
Bath Co. Water Dist.	\$2.83	\$2.91
City of Carlisle	See rate schedule	No Change

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	January 2011	through	January 2012
	(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
Bath Co. Water District	81,338,000
City of Carlisle	38,102,500
TOTAL PURCHASES	119,440,500 Gallons
4. Total gallons sold for the 12 month period	76,769,200 Gallons
5. Increased water cost	\$6,507.04
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.	
6. Purchased water adjustment factor	.09 cents
The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold. Note: 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.	
7. Proposed effective date	January 15, 2012
	
Signature of Utility Officer	
Chairman	
Title	

BATH COUNTY WATER DISTRICT

POST OFFICE BOX 369
SALT LICK, KENTUCKY 40371
TELEPHONE: (606) 683-6363

TDD/TTY 1-800-648-6056

December 14, 2011

Ms. Gayle Haney
Sharpsburg Water District
Post Office Box 248
Sharpsburg, Kentucky 40374

Re: Adjustment of Wholesale Water Rate

Dear Gayle:

Due to a rate increase from the Morehead Utility Plant Board, please accept this as formal notice that the Bath County Water District has filed an Application for a Purchased Water Adjustment with the Public Service Commission for the purpose of adjusting its water rates. The new proposed wholesale rate will be \$2.91 per 1,000 gallons purchased. This proposed change will be effective for all service rendered on and after January 15, 2012.

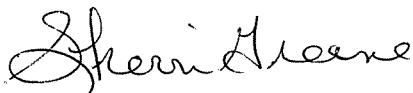
Current Rate	Proposed Rate
\$2.83	\$2.91

The rate in this notice is the rate proposed by the Bath County Water District. However, the Public Service Commission may order rates to be charged that differ from this rate. Such action may result in rates other than the rate included in this notice.

The application submitted to the Public Service Commission is on file in our office and is available for your inspection.

If you have questions or need additional information please call our office.

Sincerely,



Sherri Greene
Co-Manager

SHARPSBURG WATER DISTRICT

(NAME OF UTILITY)

FOR _____

PSC KY NO. _____

SHEET NO. _____

CANCELLING PSC KY NO. _____

SHEET NO. _____

5/8" x 3/4" meter

First 2,000 gallons	\$24.78 minimum bill
Next 3,000 gallons	5.90 per 1,000 gallons
Next 5,000 gallons	5.24 per 1,000 gallons
All over 10,000 gallons	4.98 per 1,000 gallons

1" meter

First 5,000 gallons	\$42.48 minimum bill
Next 5,000 gallons	5.24 per 1,000 gallons
All over 10,000 gallons	4.98 per 1,000 gallons

2" meter

First 16,000 gallons	\$98.56 minimum bill
All over 16,000 gallons	4.98 per 1,000 gallons

Schools

First 50,000 gallons	\$267.88 minimum bill
All over 50,000 gallons	4.98 per 1000 gallons

Bulk Loading	\$9.00 per 1,000 gallons
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DATE OF ISSUE _____

MONTH / DATE / YEAR

DATE EFFECTIVE Jan. 15, 2012 _____

MONTH / DATE / YEAR

ISSUED BY Benny M. Ritchie _____

SIGNATURE OF OFFICER

TITLE Chairman _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

Sharpsburg Water District

	NEW RATE (per 1,000)		OLD RATE (per 1,000)		
<u>SUPPLIER</u>					
Bath County	\$2.9100		\$2.8300		
TWELVE MONTH TEST PERIOD:		January 2011 through December 2011			
<u>SUPPLIER</u>					
Bath County			81,338,000		
TOTAL			81,338,000		
<u>SUPPLIER</u>	COST AT <u>NEW RATE</u>		COST AT <u>OLD RATE</u>		
Bath County	\$236,693.58		\$230,186.54		
TOTAL	\$236,693.58	-	\$230,186.54	=	INCREASED WATER COST \$6,507.04
TOTAL GALLONS SOLD FOR THE TEST PERIOD :					76,769,000
Increased Water Cost / (total gallons sold / 1,000) = Purchased Water Adjustment Factor					
	\$6,507.04	/	76,769,000	/1000	=
					0.084761297
				ROUNDED	0.09

HARRIS FORMS • TYLER, TX 75702 • (800) 259-8222 X222

ACCOUNT NUMBER	99999999	DATE BILL MAILED	1/30/2012
PRESENT READING	999999	SERVICE FROM	1/30/2012
PREVIOUS READING	999999	SERVICE TO	1/30/2012
UNITS USED	9999	DAYS USED	999
DESCRIPTION		AMOUNT	
Prev. Balance		\$9,999.99	
Detail Line 1		\$9,999.99	
Detail Line 2		\$9,999.99	
Detail Line 3		\$9,999.99	
Detail Line 4		\$9,999.99	
Detail Line 5		\$9,999.99	
Detail Line 6		\$9,999.99	
CURRENT BILL DUE DATE		AMOUNT DUE BY DUE DATE	
1/30/2012		\$999.99	
AMOUNT DUE AFTER DUE DATE		\$999.99	

SERVICE ADDRESS: XXXXXXXXXXXXXXXXXXXXXXXXXXXXXXX

KEEP THIS STUB FOR YOUR RECORDS

RETURN THIS STUB WITH PAYMENT TO:
SHARPSBURG WATER DISTRICT
P.O. BOX 248
SHARPSBURG, KY 40374
(606) 247-2861 • (800) 559-2861

ACCOUNT NUMBER	99999999	DUE DATE	1/30/2012	AMOUNT DUE AFTER DUE DATE	\$999.99	AMOUNT DUE BY DUE DATE	\$999.99
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This bill reflects a \$.09 cents per 1,000 gallons increase

RETURN SERVICE REQUESTED

XXXXXXXXXXXXXXXXXXXXXXXXXXXX
XXXXXXXXXXXXXXXXXXXXXXXXXXXX
XXXXXXXXXXXXXXXXXXXXXXXXXXXX
XXXXXXXXXXXX, XX 99999

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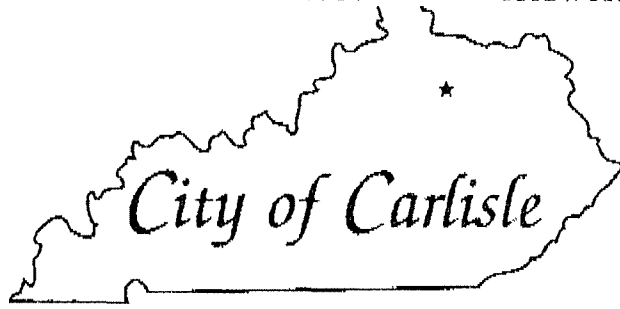
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This bill reflects a \$.09 cents per 1,000 gallons increase

RETURN SERVICE REQUESTED

XXXXXXXXXXXXXXXXXXXXXXXXXXXX
XXXXXXXXXXXXXXXXXXXXXXXXXXXX
XXXXXXXXXXXXXXXXXXXXXXXXXXXX
XXXXXXXXXXXX, XX 99999



107 E. CHESTNUT ST.
 CARLISLE, KENTUCKY 40311

PH. 859/289-3700
 FAX: 859/289-7704

WATER RATE
 EFFECTIVE JULY 1, 2003

FIRST 1,000 GALLONS	\$11.21
NEXT 4,000 GALLONS	3.82
NEXT 5,000 GALLONS	2.95
NEXT 5,000 GALLONS	2.05
NEXT 10,000 GALLONS	1.90
NEXT 25,000 GALLONS	1.58
ALL OVER 50,000 GALLONS	1.52
INDUSTRIAL RATE	1.42

January 11, 2012

The Sharpsburg Water District board of commissioners met at the water office in regular session at 7:00 pm. Members present: Becky Ritchie, William Grayson, Randy Warner, Judy Harmon, and William Crump. Also present, George and Debbie Purvis, and Rich Smith.

Last months' minutes were read and approved as read.

Randy made a motion to approve pay request from Clay Pipeline (Bethel tank project) and pay request for HDR. Judy seconded. All in favor.

Bath County has passed along a water purchase adjustment from Morehead -- 8 cents/1000 gal. Mr. Grayson made a motion to approve increase, William Crump seconded. All in favor.

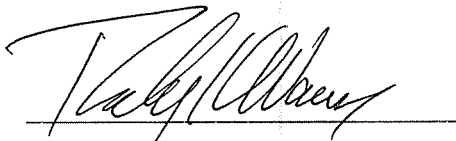
William Crump made a motion to increase wages by 3.6% according to Social Security cost of living increase for 2012. Randy seconded. All in favor.

Judy made a motion for employees that have been here 25 plus years be entitled to 4 weeks paid vacation. William Crump seconded. All in favor.

Rich went over progress report. See attachment.

Judy made a motion to adjourn at 7:20 pm. Randy seconded. All in favor.

Meeting adjourned.

A handwritten signature in black ink, appearing to read "Randy Warner", is written over a horizontal line.

Randy Warner, Secretary