

**REID VILLAGE WATER DISTRICT
903 WINCHESTER RD
P O BOX 610
MT STERLING KY 40353
PHONE 859-498-0062
FAX 859-497-9984**

RECEIVED

June 12, 2013

JUN 17 2013

PUBLIC SERVICE
COMMISSION

Jeff Derouen
Executive Director
KY Public Service Commission
P O Box 615
Frankfort, KY 40602

RE: Formal Application for a Purchased Water Adjustment

This is an application for a purchased water rate adjustment for the Reid Village Water District. The adjustment is necessary to recover an increase in the cost of water attributable to our supplier's new wholesale rates that will become effective July 1, 2013.

The District's notice will be printed on the bill one month prior to the effective date.

Sincerely,



Rachel Cartmill
Office Manager

Enclosure

RECEIVED

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

JUN 17 2013

**PUBLIC SERVICE
COMMISSION**

Name of Utility	Reid Village Water District		
Date	June 12, 2013		
Address	903 Winchester Rd		
City, State, Zip	Mt. Sterling	KY 40353	
Telephone Number	859-498-0062		

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
Mt. Sterling Water	2.41	2.46

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

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	May 2012	through	April 2013
	(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
Mt. Sterling Water & Sewer	64,454,660
TOTAL PURCHASES	64,454,660
4. Total sales for the 12 month period	58,011,477
5. Increased water cost	\$3222.74
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.	
6. Purchased water adjustment factor	.06 per 1000 gallons
The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold.	
<p>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.</p>	
7. Proposed effective date	July 1, 2013
	
Signature of Utility Officer	
Chairman of the Board	
Title	

FOR REID VILLAGE AREA

PSC KY NO. _____

_____ SHEET NO. _____

REID VILLAGE WATER DISTRICT
(NAME OF UTILITY)

CANCELLING PSC KY NO. _____

_____ SHEET NO. _____

Monthly Water Rates

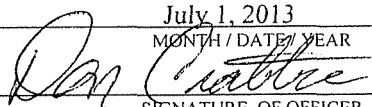
First 2000 gallons	18.53	Minimum Bill
Next 1000 gallons	6.02	per 1000 gallons
Next 2000 gallons	5.56	per 1000 gallons
Next 5000 gallons	5.09	per 1000 gallons
Over 10000 gallons	4.61	per 1000 gallons

Non-Recurring Charges

Connect Fee	\$20.00
Deposit	\$65.00
Re-connection Charge	\$25.00
Tap On Fee	\$650.00

DATE OF ISSUE July 1, 2013
MONTH / DATE / YEAR

DATE EFFECTIVE July 1, 2013
MONTH / DATE / YEAR

ISSUED BY 
SIGNATURE OF OFFICER

TITLE CHAIRMAN

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

REID VILLAGE WATER DISTRICT
903 WINCHESTER RD
P O BOX 610
MT STERLING KY 40353
859-498-0062

DATE: June 11, 2013 TIME: 5:15 Location: 903 Winchester Rd

Those Present: Don Crabtree x Calvin Hunt Shannon White
Ryan Thomas Earl Markland Rachel Cartmill
George Tackett, Jr.

Guests: None

This meeting was called outside regular scheduled quarterly meetings.

Rachel presented the minutes from the last meeting for approval. Calvin motioned to approve, Don 2nd minutes were approved.

Rachel presented a letter from Mt Sterling Water & Sewer concerning a 2% rate increase. Calvin motioned that we increase our rates to absorb the increase and Don agreed. Rachel will complete the required paperwork.

Rachel presented the new premiums for health insurance that will begin July 1, 2013. Calvin thinks we may be able to get some better quotes if we shop around. We will make a final decision within a week or so about whether we will stay with fiscal court or go with a different provider.

Rachel presented the gas bill for the year so far.

The next meeting is scheduled for July 9, 2013.

Nothing Further.

Motion to adjourn: Don 2nd Calvin
Time 5:30

MT. STERLING WATER & SEWER SYSTEM

POST OFFICE BOX 392 - 300 EAST MAIN STREET
MOUNT STERLING, KENTUCKY 40353-0392

May 24, 2013

Rachael Cartmill
Reid Village Water District
P.O. Box 610
Mt. Sterling, Kentucky 40353

Re: Wholesale Rate Increase

Rachael,

The purpose of this letter is to advise you that our utility, Mt. Sterling Water and Sewer, has requested approval from the Public Service Commission (PSC) to raise wholesale water rates charged to water districts/associations. This increase is based on the Consumer Price Index (CPI). The CPI indicated that from March 2012 to March 2013 the measure of inflation was 5.2% related to water sewer and trash collection services (see enclosure), however the requested increase from PSC is 2.0%. A tariff has been filed with PSC asking for approval to alter our current wholesale rates from \$2.41/1,000 gallons to \$2.46. We have requested approval that this increase be effective July 1, 2013, should this increase be approved it will be reflected in the August billing.

This notice is being provided in order to comply with a PSC statute requiring that effected wholesale customers received notice of any increase a minimum of 30 days prior to the implementation of said increase. In closing thank you for your understanding and cooperation concerning this matter, should you have questions or comments please contact me at (859) 498-0166.

Sincerely,

A handwritten signature in black ink that reads "Rick D. Fletcher". The signature is written in a cursive style with a large initial "R".

Rick Fletcher
Manager
Mount Sterling Water and Sewer

MT. STERLING WATER & SEWER SYSTEM

POST OFFICE BOX 392 - 300 EAST MAIN STREET
MOUNT STERLING, KENTUCKY 40353-0392

May 24, 2013

Executive Director
Kentucky Public Service Commission
P.O. Box 615
211 Sower Blvd.
Frankfort, Kentucky 40602

Re: Wholesale Rate Increase

Dear Sir/Madam,

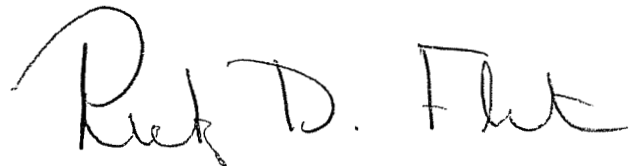
Please allow this letter to serve as our request that approval be granted to increase the wholesale rate, charged to our wholesale water customers, based on the Consumer Price Index (CPI) as of March 2013 (see enclosure). The specific CPI category that relates to our business is Water, Sewer and Trash Collection Services. Based on the CPI numbers for this category the percentage increase from March 2012 to March 2013 was 5.2%, however the proposed increase we are requesting is only 2.0%. The effective date in which we plan to implement this increase is July 1, 2013, which will be reflected in the August billing.

Wholesale users which will be affected by this increase are Levee Road Water District, Reid Village Water District, Montgomery County Water District, Judy Water Association and the Bath County Water District.

Enclosed please find a tariff sheet, copies of each of the wholesale customer notices and the CPI sheet obtained from the Bureau of Labor Statistics.

Should you have questions or comments concerning this rate modification request please contact me at (859) 498-0166. Thanks, your time and attention concerning this matter is greatly appreciated.

Sincerely,

A handwritten signature in black ink that reads "Rick D. Fletcher". The signature is written in a cursive style with a large initial "R".

Rick Fletcher
Manager
Mount Sterling Water and Sewer

FOR _____

PSC KY NO. 4

_____ SHEET NO. _____

Mt. Sterling Water and Sewer Commission

(NAME OF UTILITY)

CANCELLING PSC KY NO. 3

_____ SHEET NO. _____

Monthly Wholesale Water Rate:

Levee Road Water District
Reid Village Water District
Montgomery County Water District
Judy Water Association
Bath County Water District

All usage \$2.46 per 1,000 gallons

Note: This revises the previous rate of \$2.41 per 1,000 gallons effective on August 1, 2012

DATE OF ISSUE May 24, 2013
MONTH / DATE / YEAR

DATE EFFECTIVE July 1, 2013
MONTH / DATE / YEAR

ISSUED BY 
SIGNATURE OF OFFICER

TITLE Manager Mt. Sterling Water and Sewer

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. N/A DATED N/A