

RECEIVED

SEP 30 2014

PUBLIC SERVICE  
COMMISSION

CORINTH WATER DISTRICT

215 THOMAS LANE P. O. BOX 218

CORINTH KY 41010

PHONE-859-824-7110

FAX 859-824-5922

E-MAIL [WHILLCWD@WKYBB.NET](mailto:WHILLCWD@WKYBB.NET)

SEPTEMBER 23, 2014

THIS IS A LETTER CONCERNING A PURCHASE WATER ADJUSTMENT FOR CORINTH WATER DISTRICT. WE WOULD LIKE TO HAVE A CHANGE OF RATES IN OUR TARIFF.

AS YOU CAN SEE BY THE DOCUMENTATION ENCLOSED, THE CITY OF WILLIAMSTOWN IS NOW CHARGING 0.26 MORE PER THOUSAND GALLONS OF WATER. THIS TOOK EFFECT JANUARY 01, 2014. THEY WILL ALSO INCREASE IN JANUARY OF 2015, BUT THAT IS SOMETHING THAT WILL HAVE TO BE DONE LATER.

THANK YOU FOR YOUR CONSIDERATION IN THIS MATTER.

SINCERELY,


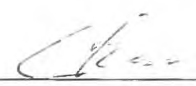


WILLIAM H. HILL, MANAGER

CORINTH WATER DISTRICT

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

Name of Utility	Corinth Water District		
Date	9/23/2014		
Address	PO Box 218 / 215 Thomas Lane		
City, State, Zip	Corinth, KY	41010	
Telephone Number	(859) 824-7110		
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	
City of Williamstown	\$2.63	\$2.89	
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	September 2013	through	August 2014
	(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
City of Williamstown	64,080,600
TOTAL PURCHASES	64,080,600
4. Total gallons sold for the 12 month period	48,421,100
5. Increased water cost	\$ 16,660.80
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.	
6. Purchased water adjustment factor	\$ 0.34
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	October 25, 2014
 Signature of Utility Officer	
 Title	

FOR: GRANT COUNTY  
P.S.C.KY.NO. \_\_\_\_\_  
REVISED SHEET NO. \_\_\_\_\_  
CANCELLING P.S.C. KY. NO. \_\_\_\_\_  
Original SHEET NO. \_\_\_\_\_

Corinth Water District  
(Name of Utility)

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RATES

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First 1,000 gallons	\$ 18.18 Minimum Bill
Next 4,000 gallons	\$ 13.33 per 1,000 gallons
Next 5,000 gallons	\$ 11.90 per 1,000 gallons
Over 10,000 gallons	\$ 10.48 per 1,000 gallons

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Date Of Issue: September 23, 2014

Month/Day/Year

Date Effective: October 25, 2014

Issued By: 

(Signature of Officer)

Title: Manager

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

807 KAR 5:068. Purchased Water Adjustment for Water Districts & Water Associations.

Section 1(1). "Application" means:

- A completed Purchased Water Adjustment Form 1
- A schedule listing current and proposed rates
- A copy of the supplier's notice showing a change in the supplier's base rate
- The calculation and all supporting documents used to determine the change in purchased water costs sufficient to determine the accuracy of the calculation
- A copy of the resolution or other document of the utility's governing body authorizing the proposed rates

- ~~If the applicant is a water district and proposes to increase any of its rates for service, a statement from an authorized official of the district indicating the date its proposed rate adjustment was reported to the governing body of the county in which the largest number of its customers reside and the date it presented testimony, or is scheduled to present testimony~~
- ~~If the applicant is a water district and proposes to increase any of its rates for service, a statement from an authorized official of the district indicating the date its proposed rate adjustment was reported to the governing body of the county in which the largest number of its customers reside and the date it presented testimony, or is scheduled to present testimony~~

**\*\*\*No longer required\*\*\***

## PURCHASE WATER ADJUSTMENT WORKSHEET

Month/Year	Purchased Water (gallons)			Water Sold (gallons)
	Williamstown			
Sep 2013	5,393,400			4,874,400
Oct 2013	5,376,300			4,944,100
Nov 2013	3,826,400			2,807,600
Dec 2013	4,197,400			3,498,500
Jan 2014	7,078,400			4,537,200
Feb 2014	5,308,200			4,649,200
Mar 2014	6,953,200			3,318,100
Apr 2014	4,577,100			3,637,500
May 2014	3,374,600			3,780,000
Jun 2014	5,236,300			3,850,700
Jul 2014	5,432,700			4,782,100
Aug 2014	7,326,600			3,741,700
Totals	64,080,600			48,421,100

### Twelve Month Purchased Water Cost

Gallons Purchased	Current Rate	Cost	New Rate	Cost
64,080,600	\$ 2.63	\$ 168,531.98	\$ 2.89	\$ 185,192.93
-		\$ -	\$ -	\$ -
-		\$ -	\$ -	\$ -
64,080,600		\$ 168,531.98		\$ 185,192.93

Increase           \$ 16,660.96  
 Factor             \$ 0.34

### WATER RATE ADJUSTMENT

Rate Schedule	Current Rate	Increase	New Rate
First           1,000 gal	\$ 17.84	\$ 0.34	\$ 18.18
Next           4,000 gal	\$ 12.99	\$ 0.34	\$ 13.33
Next           5,000 gal	\$ 11.56	\$ 0.34	\$ 11.90
Over           10,000 gal	\$ 10.14	\$ 0.34	\$ 10.48

### Bill Calculation

5,000 gallons	\$ 69.80	\$ 1.72	\$ 71.52
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## NOTICE

Due to a rate increase from the City of Williamstown, the Corinth Water District has filed an application with the Public Service Commission to implement the following rate schedule. The proposed change will affect all bills issued after October 25, 2014.

<b>Rates: Monthly</b>	<b>Current Rates</b>	<b>Revised Rates</b>
First 1,000 gallons	\$ 17.84 (Minimum Bill)	\$ 18.18 (Minimum Bill)
Next 4,000 gallons	\$ 12.99 per 1000 gallons	\$ 13.33 per 1000 gallons
Next 5,000 gallons	\$ 11.56 per 1000 gallons	\$ 11.90 per 1000 gallons
Over 10,000 gallons	\$ 10.14 per 1000 gallons	\$ 10.48 per 1000 gallons

The bill for an average customer using 5,000 gallons each month would increase from \$69.80 to \$71.52, a monthly increase of \$1.72. The rates contained in this notice are the rates proposed by the *CORINTH WATER DISTRICT*. However, the Public Service Commission may order rates to be charged that differ from these proposed rates. Such action may result in rates for consumers other than the rates in this notice. Corinth Water District has available for inspection at its office the application submitted to the Public Service Commission. You may contact the office at (859) 824-7110.

CITY OF WILLIAMSTOWN  
400 NORTH MAIN STREET  
P.O. BOX 147  
WILLIAMSTOWN, KENTUCKY 41097

(859) 824-6351 - Mayor's Office  
(859) 824-3633 - City Clerk's Office  
(859) 824-6320 - Fax

Rick Skinner, Mayor  
Vivian Link, City Clerk/Treasurer

December 19, 2013

CITY COUNCIL MEMBERS

Kim Crupper  
Edward Gabbert  
Troy Gutman  
Jacqalynn Riley  
Liz Wagoner  
Charles Ed Wilson

Mr. William Hill  
Corinth Water District  
P. O. Box 218  
Corinth, KY 41010

**RE: AMENDED WATER SUPPLY AGREEMENT**


Dear Billy:

On the request of City Attorney Jeff Shipp, please find enclosed two originals of *Amended Water Supply Agreement* between the City of Williamstown and Corinth Water District that supplies the clarification that the Public Service Commission requested a couple of weeks ago as it pertains to the water rates that, upon approval by the PSC, shall become effective January 1, 2014, and then another rate effective January 1, 2015.

Upon your review of the enclosed Agreements, would you please sign both, return one copy to my attention, retain one copy for yourself, and send a photocopy to the PSC for their review and consideration.

Thank you for your assistance into this matter. Should you have any questions pertaining to the enclosures, please do not hesitate to let me know.

Sincerely,

  
Rick Skinner  
Mayor

RS:llm

enclosures

pc: Vivian Link, City Clerk/Treasurer  
Jeffrey C. Shipp, Wallace Boggs, PLLC





## AMENDED WATER SUPPLY AGREEMENT

This Amended Water Supply Agreement (“Amended Agreement”) dated as of the 6<sup>th</sup> day of December, 2013 is made and entered into by and between the **City of Williamstown, 400 North Main Street, P.O. Box 147, Williamstown, Kentucky 41097** (hereinafter “City”) and the **Corinth Water District, U.S. 25, P.O. Box 218, Corinth, Kentucky 41010** (hereinafter “CWD”). City and CWD will be collectively referred to herein as the “Parties”.

### WITNESSETH:

WHEREAS, the City and CWD entered into a certain Water Supply Agreement effective September 5, 2013 (“Agreement”) and,

WHEREAS, the Public Service Commission (“PSC”) has requested a clarification of Article V Water Rates, and

WHEREAS, the Parties execute this Amended Agreement to clarify the terms and conditions relating to future rate increases.

NOW, THEREFORE, in consideration of the premises and mutual covenants and agreements contained herein and other good and valuable consideration, the City and CWD agree as follows:

1. The Parties incorporate herein by reference each and every term, condition and covenant set forth in the Parties’ original Agreement dated effective September 5, 2013, a copy of which is incorporated herein by reference. The Parties agree that all of the terms, conditions and covenants contained in the Agreement shall remain in full force and effect unless specifically altered by the provisions of this Amended Agreement. In the event that there is any conflict in any term, condition or covenant between the Agreement and this Amended Agreement, the terms, conditions and covenants set forth herein shall control.
2. The Parties hereby amend **ARTICLE IV – WATER RATES** to read as follows:

### **ARTICLE IV WATER RATES**

- A. CWD shall pay City water rates and charges for wholesale customers at such rates and charges as may be adjusted from time to time. City may, from time to time, increase its water rates and charges but no rate or charge increase will take effect unless and until it has been reviewed and approved by the PSC. Effective January 1, 2014, CWD shall pay to the City the rate of Two Dollars and Eighty-Nine Cents (\$2.89) per thousand gallons of water purchased. That rate shall continue until January 1, 2015. Effective January 1, 2015, CWD shall pay to City the rate of Three Dollars and Ten Cents (\$3.10) per thousand gallons of water purchased. That rate shall continue until modified consistent with the terms and conditions set forth

herein. Thereafter, the City shall not under any circumstance increase water rates greater than three (3) percent in any calendar year. For purposes of this Amended Agreement, the water rates charged by City to CWD in effect as of the Effective Date of this Amended Agreement shall continue until increased as provided for herein.

3. The City represents that it possesses full authority to enter into this Amended Agreement as permitted by lawful Resolution of its City Council. CWD possesses full authority to enter into this Amended Agreement by lawful Resolution of CWD's Board of Commissioners.

IN WITNESS WHEREOF, the parties have caused this Amended Agreement to be duly executed.

CITY OF WILLIAMSTOWN

BY: [Signature]

TITLE: [Signature]

COMMONWEALTH OF KENTUCKY  
COUNTY OF GRANT

SUBSCRIBED, SWORN TO AND ACKNOWLEDGED before me by the City of Williamstown by and through Rick Skinner, its Mayer this 11<sup>th</sup> day of December, 2013.

[Signature]  
Notary Public  
My Commission Expires: 01/05/17  
Notary ID No.: 480006

CORINTH WATER DISTRICT

BY: [Signature]  
~~WILLIAMSTOWN, KENTUCKY~~

CORINTH WATER DISTRICT  
P. O. BOX 218 215 THOMAS LANE  
CORINTH KY 41010-0218

MINUTES OF SEPTEMBER 05, 2013 PAGE 1 OF 1

THOSE PRESENT AT THIS MEETING WERE DAN FIELD, DONNIE DYER, BOB McDANIEL & WILLIAM HILL.

\*BOB McDANIEL, SECRETARY, READ MINUTES FROM PREVIOUS MEETING.  
\*DAN FIELD, CHAIRMAN, MOVED TO ACCEPT MINUTES AS PRESENTED, 2<sup>ND</sup> BY DONNIE DYER, TREASURER; MOTION PASSED.

\*ACCOUNTS & BALANCES: O & M:30,572.27; SINKING FUND: 60,412.97;  
RESERVE: 13,380.97.

\*THE PACKET OF INFORMATION WAS GIVEN TO EACH COMMISSIONER.

\*THE DISTRICT HAS RECEIVED A NOTICE FROM THE CITY OF WILLIAMSTOWN CONCERNING WATER RATES.

\*AFTER DISCUSSION, BOB McDANIEL, SECRETARY, MOVED TO ADOPT A RESOLUTION INCREASING THE WATER RATES IN THE PURCHASE CONTRACT; THIS WILL BE A 10% RAISE BEGINNING JANUARY 1, 2014 AND A 7.5% RAISE ON JANUARY 1, 2015. THERE IS A POSSIBILITY OF A 3% RAISE AFTER 2015, BUT NOT ANY HIGHER; 2<sup>ND</sup> BY DONNIE DYER, TREASURER; THE VOTE WAS UNANIMOUS. THE RATES CHARGED TO THE WATER DISTRICT WILL BE \$2.89 PER THOUSAND, JANUARY 1, 2014 & \$3.10 PER THOUSAND BEGINNING JANUARY 1, 2015.

\*NOTHING FURTHER TO COME BEFORE THE DISTRICT DONNIE DYER, TREASURER, MOVED TO ADJOURN, 2<sup>ND</sup> BY BOB McDANIEL, SECRETARY; MOTION PASSED.

