



December 28, 2010

Public Service Commission
Executive Director
P.O. Box 615
Frankfort, KY 40602-0615

RECEIVED

JAN 3 2011

PUBLIC SERVICE
COMMISSION

RE: Purchase Water Adjustment for Judy Water Association

Dear Executive Director:

Judy Water Association has received notification from one of its suppliers (City of North Middletown) of increases in water rates. Please find enclosed 1 (one) original and 10 (ten) copies of the proper documentation to file for a purchase water adjustment.

Judy Water Association will notify customers of new rates before the first billing. All income sheets and balance statements are current and on file with the PSC.

If you might have any questions, I can be contacted at 859-498-4809.

Thank you,

A handwritten signature in black ink, appearing to read "B. Fawns", with a long horizontal flourish extending to the right.

Billy Ray Fawns
Manager

2010 Maysville Road, PO Box 781, Mt. Sterling, KY 40353-0781
(859) 498-4809 Telephone & FAX
E-Mail - judyh20@adelphia.net

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

Name of Utility	Judy Water Association	
Date	12-29-10	
Address	P.O. Box 781	
City, State, Zip	Mt. Sterling, Ky 40353	
Telephone Number	859-498-4809	

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 NORTH MIDDLETOWN	\$5.54/1,000 (FIRST 2 MILLION)	\$4.73/1,000 (FIRST 2 MILLION)
	\$5.64/1,000 (OVER 2 MILLION)	\$4.83/1,000 (OVER 2 MILLION)
MT. STERLING WATER	\$2.07/ 1,000	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	NOV. 1, 2009	through	OCT. 31, 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
CITY OF NORTH MIDDLETOWN	24,000,000 (First 70,000) 20,062,000 (Over 70,000)
MT. STERLING WATER	109,730,900
TOTAL PURCHASES	153,792,900
4. Total sales for the 12 month period	\$1,182,794 (137,979,400 gallons)
5. Increased water cost	(\$35,690.22)
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.	
6. Purchased water adjustment factor	(\$0.26) / 1,000
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	12-31-10
	
Signature of Utility Officer	
<p>MANAGER</p>	
Title	

FOR Parts of Montgomery, Clark, Bath, Nicholas,
& Bourbon Counties

P.S.C. KY. NO. 2

2nd Revised SHEET NO. 1

CANCELLING P.S.C. KY. NO. 1

1st Revised SHEET NO. 1

Judy Water Association
(Name of Utility)

MONTHLY RATES:

First	1,000	Gallons	\$12.28	Minimum Bill
Next	4,000	Gallons	7.91	per 1,000 Gallons
Next	5,000	Gallons	7.01	per 1,000 Gallons
Over	10,000	Gallons	6.11	per 1,000 Gallons

A \$16.77 surcharge will be added to the bills of customers on the Bourbon County Waterline Extension.
Therefore, the minimum bill for those customers will be \$29.05 (12.28 + 16.77 = 29.05)

DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE December 31, 2010
Month / Date / Year

ISSUED BY 
(Signature of Officer)

TITLE MANAGER

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

Billy Ray Fawns

From: Jeff McFarland [fivebugles306@yahoo.com]

Sent: Tuesday, December 28, 2010 12:03 PM

To: Billy Ray Fawns

Subject: Re: Sewer System Information

Billy Ray,

We received the adjusted rate sheet from the PSC this morning. The new rates for Judy Water are:

Up to 70,000 gallons per day \$4.73

All over 70,000 gallons per day \$4.83

The effective date of the order is 12/31/2010.

Thanks,

Jeff McFarland

From: Billy Ray Fawns <BFawns@winch.twcbc.com>

To: Jeff McFarland <fivebugles306@yahoo.com>

Sent: Thu, December 23, 2010 8:16:38 AM

Subject: RE: Sewer System Information

Thanks for the information. Have you made any final decisions on water rates? I really need to get our rates in place, but can't do it until you guys do. Thanks for your help.

Billy Ray

From: Jeff McFarland [mailto:fivebugles306@yahoo.com]

Sent: Monday, December 20, 2010 2:11 PM

To: BFawns@winch.twcbc.com; Mike Thornton

Subject: Sewer System Information

I received this summary addendum from HMB Engineers today. Although it has a LOT of information, I thought some of it may be of interest to you.

Thanks,

Jeff McFarland

No virus found in this incoming message.

Checked by AVG - www.avg.com

Version: 9.0.872 / Virus Database: 271.1.1/3328 - Release Date: 12/20/10 14:34:00

No virus found in this incoming message.

Checked by AVG - www.avg.com

Version: 9.0.872 / Virus Database: 271.1.1/3344 - Release Date: 12/28/10 02:34:00

12/28/2010

MINUTES OF MONTHLY MEETING
BOARD OF DIRECTORS
JUDY WATER ASSOCIATION

The special meeting of the Judy Water Association was held at the Judy Water Office, 2010 Maysville Road on October 29th, ²⁰¹⁰, at 6:00 p.m. Directors present were Larry Lee, Carl Hartgrove, Billy Ray Fawns, Tyson Baxter and Greg Williamson.

Called to order by President Williamson.

The Board discussed the rate increase from the City of North Middletown via Kentucky American Water Company. The increase will take North Middletown's rates from \$3.62 and \$3.72 to \$5.54 and \$5.64. Judy Water Association would need to file a "Purchase Water Adjustment" with the Public Service Commission within 20 days of this special meeting for rates to go into place on October 31, 2010. Billy Ray Fawns made a motion and Larry Lee 2nd the motion to file the purchase water adjustment with the PSC reflecting the new rates. All Board members were in favor of this motion.

- Tyson Baxter made a motion to adjourn Larry Lee 2nd the motion. "Meeting Adjourned"


Billy Ray Fawns Secretary/Treasurer

10-29-10
Date