

Garrard County Water Association, Inc

P.O. BOX 670 315 LEXINGTON ROAD

LANCASTER, KY 40444-0670

(859) 792-4501 TTY: 800-648-6056

FAX: (859) 792-1671

RECEIVED

MAY 20 2015

**PUBLIC SERVICE
COMMISSION**

May 18, 2015

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

Case No. 2015-00162

Dear Mr. Derouen:

Please find enclosed the Association's request for a purchased water rate adjustment. This adjustment request is due to the increased cost of wholesale water from the City of Lancaster that will be effective on July 10, 2015. Exhibit "A" is attached to the application showing this agreed to rate increase.

Also, enclosed is a revised tariff sheet reflecting the three cent per thousand gallons adjustment.

The Association will notify its customers of the rate adjustment before rendering the first customer statement reflecting the increase.

If additional information should be required, please advise.

Sincerely,



Sean Smith
General Manager

Enclosures

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

Case No. 2015-00162

RECEIVED

MAY 20 2015

PUBLIC SERVICE
COMMISSION

THE GARRARD COUNTY WATER ASSOCIATION, INC.
(Name of Utility)

May 18, 2015
(Date)

P.O. BOX 670
(Address)

LANCASTER, KY 40444-0670
(City, State)

859-792-4501
(Telephone Number)

- 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.

<u>Supplier(s)</u>	<u>Base Rate</u>	<u>Changed Rate</u>
<u>CITY OF LANCASTER</u>	<u>\$2.12</u>	<u>\$2.15</u>
<u>CITY OF DANVILLE</u>	<u>\$2.41</u>	<u>\$2.41</u>
<u>CITY OF BEREA</u>	<u>\$2.50</u>	<u>\$2.50</u>

5. Increased water cost \$8,324.83.

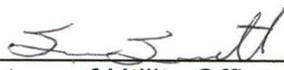
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.

6. Purchased water adjustment factor \$.03.

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 July 10, 2015.


(Signature of Utility Officer)

General Manager
(Title)

EXHIBIT A**NOTICE**

Lancaster Water Works ("Lancaster") is providing notice that it filed with the Public Service Commission on April 13, 2015, to increase its wholesale rate to Garrard County Water Association effective for water service rendered on and after June 3, 2015. The proposed rate is as follows:

	<u>Current Rate</u>	<u>Proposed Rate</u>	<u>\$ Increase</u>	<u>% Increase</u>
Lancaster's Water Rate per 1,000 gallons	\$1.960	\$1.994	\$0.034	1.7%
Kentucky River Authority Fee per 1,000 gallons	\$0.160	\$0.160	No Change	No Change
TOTAL RATE	\$2.120	\$2.154		

The proposed effective date is June 3, 2015. Water flowing through the meter(s) before the effective date will be charged at the current rate of \$2.120 per thousand gallons, while water flowing through the meter(s) on and after the effective date shall be charged at the proposed rate of \$2.154 per thousand gallons.

This filing may be examined at the offices of the Lancaster City Clerk located at 308 West Maple Avenue in Lancaster; telephone 859-792-2241.

This filing may also be examined at the offices of the Public Service Commission located at 211 Sower Boulevard in Frankfort, Monday – Friday from 8:00 am to 4:30 pm or on the PSC website at <http://psc.ky.gov>.

Comments regarding this filing may be submitted by mail to the Public Service Commission, Post Office Box 615, Frankfort, Kentucky 40602; or through its website at <http://psc.ky.gov>.

The proposed rate is the rate proposed by Lancaster in its filing but the Public Service Commission may order a rate that differs from the proposed rate.

Intervention may be requested by submitting a timely written request for intervention by mail to the Public Service Commission, Post Office Box 615, Frankfort, Kentucky 40602. The request for intervention must establish grounds for the request including the status and interest of the party.

If the Public Service Commission does not receive a written request for intervention within thirty (30) days of the providing of this notice, the Public Service Commission may take final action on the filing.

EXHIBIT B

WATER PURCHASED BY THE GARRARD COUNTY WATER ASSOCIATION
FROM THE CITY OF DANVILLE

<u>MONTH</u>		<u>GALLONS</u>	<u>AMOUNT</u>
May	2014	8,899,854 GALLONS	\$14,356.86
June	2014	8,283,277 GALLONS	\$13,492.58
July	2014	8,520,543 GALLONS	\$13,825.17
August	2014	6,698,639 GALLONS	\$11,271.33
September	2014	6,653,011 GALLONS	\$11,207.38
October	2014	6,373,409 GALLONS	\$10,815.46
November	2014	7,164,494 GALLONS	\$11,924.34
December	2014	7,161,277 GALLONS	\$11,919.83
January	2015	5,509,918 GALLONS	\$9,605.06
February	2015	5,673,954 GALLONS	\$9,835.00
March	2015	6,006,889 GALLONS	\$10,301.69
April	2015	5,792,961 GALLONS	\$10,001.83
TOTAL GALLONS		82,738,226 GALLONS	
TOTAL AMOUNT			\$138,556.53

TOTAL GALLONS/THOUSAND = 82,738

TOTAL AMOUNT (138,556.53) / TOTAL GALLONS/THOUSAND (82,738) = 1.67

CURRENT RATE = \$1.67

AREA _____

PSC KY NO. _____

19TH REVISED SHEET NO. _____

CANCELLING PSC KY NO. _____

18TH REVISED SHEET NO. _____

GARRARD COUNTY WATER ASSOCIATION, INC.
(NAME OF UTILITY)

RATE PER UNIT

RESIDENTIAL, FARM AND SMALL COMMERCIAL

5/8" x 3/4" Meter Schedule

First	1,000 Gallons	10.56 (Minimum Bill)
Next	1,000 Gallons	5.66 per 1,000 Gallons
Next	1,000 Gallons	4.56 per 1,000 Gallons
Next	2,000 Gallons	4.36 per 1,000 Gallons
All Over	5,000 Gallons	4.06 per 1,000 Gallons

LARGE COMMERCIAL, DAIRY FARM AND SCHOOL CONNECTIONS

1" Meter Schedule

First	5,000 Gallons	29.50 (Minimum Bill)
All Over	5,000 Gallons	4.06 per 1,000 Gallons

1 1/2" Meter Schedule

First	10,000 Gallons	49.80 (Minimum Bill)
All Over	10,000 Gallons	4.06 per 1,000 Gallons

2" Meter Schedule

First	25,000 Gallons	110.25 (Minimum Bill)
All Over	25,000 Gallons	4.06 per 1,000 Gallons

Bulk Sales

\$5.25 per 1,000 Gallons

Rates based on monthly consumption.

Penalty of 10% applied to all unpaid bills 10 days from date of bill.

DATE OF ISSUE _____
MONTH / DATE / YEAR

DATE EFFECTIVE 07/10/15 _____
MONTH / DATE / YEAR

ISSUED BY  _____
SIGNATURE OF OFFICER

TITLE General Manager _____

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

Garrard County Water Association, Inc

P.O. BOX 670 315 LEXINGTON ROAD

LANCASTER, KY 40444-0670

(859) 792-4501 TTY: 800-648-6056

FAX: (859) 792-1671

May 18, 2015

The Central Record

P.O. Box 800

Lancaster, KY 40444-0800

Dear Madam or Sir:

Please find enclosed a public notice advertisement the Association wishes to place in the May 20, 2015 edition of your newspaper. The ad should be placed in the classified section under Public Notice. We wish for the ad to be two (2) columns wide with depth as is required.

Please supply the Association with four (4) tear sheets of this ad, an affidavit of publication and your invoice as soon as possible after publication.

Sincerely,



Sean Smith

Garrard County Water Association

Enclosure

PUBLIC NOTICE

Due to a rate increase from the City of Lancaster, notice is hereby given that the Garrard County Water Association has filed an Application for a Purchased Water Adjustment with the Kentucky Public Service Commission for the purpose of adjusting its water rates. Customer rates will increase by three (3) cents per 1,000 gallons used. The proposed change will be effective for service rendered on and after July 10, 2015.

5/8" x 3/4" Meter

		<u>Old Rate</u>	<u>New Rate</u>
First	1,000 Gallons	\$ 10.53	\$ 10.56 (Minimum Bill)
Next	1,000 Gallons	5.63	5.66 per 1,000 gallons
Next	1,000 Gallons	4.53	4.56 per 1,000 gallons
Next	2,000 Gallons	4.33	4.36 per 1,000 gallons
Over	5,000 Gallons	4.03	4.06 per 1,000 gallons

1" Meter

First	5,000 Gallons	\$ 29.35	\$ 29.50 (Minimum Bill)
All Over	5,000 Gallons	4.03	4.06 per 1,000 gallons

1 & 1/2" Meter

First	10,000 Gallons	\$ 49.50	\$ 49.80 (Minimum Bill)
All Over	10,000 Gallons	4.03	4.06 per 1,000 gallons

2" Meter

First	25,000 Gallons	\$ 109.95	\$ 110.25 (Minimum Bill)
All Over	25,000 Gallons	4.03	4.06 per 1,000 gallons

BULK SALES

\$5.25 per 1,000 Gallons

Based on a monthly usage of 5,000 gallons, the average bill of a Garrard County customer would increase \$0.15 from \$29.35 to \$29.50 or less than 1 percent.

The rates contained in this notice are the rates proposed by The Garrard County Water Association. The Public Service Commission may order rates to be changed that differ from these proposed rates. Such action may result in rates for consumers other than the rates in this notice.

The Garrard County Water Association has available for inspection at its office the application submitted to the Public Service Commission. The office is located at 315 Lexington Road, Lancaster, Kentucky.