

**Morgan County Water District**  
**1009 Hwy 172**  
**West Liberty, Ky. 41472**  
**606-743-1204 (Office) 606-743-9585 (Fax)**

Roy Collett, Chairman  
Zachary Engle, Secretary/Treasurer  
Holli Litteral  
Shannon Elam  
Donnie Gunnell

July 3, 2017

RECEIVED

JUL 11 2017

Public Service  
Commission

Executive Director  
Kentucky Public Service Commission  
211 Sower Blvd.  
PO Box 616  
Frankfort, KY 40601

RE: Purchased Water Adjustment Filing

Morgan County Water District is requesting a Purchase Water Adjustment. Please find enclosed the filing forms and the supporting documentation. This filing is made pursuant to a rate increase from our wholesale supplier, the Cave Run Regional Water Commission. The effective date of the rate increase will be July 22, 2017.

Should you have any questions or need any additional information, please feel free to contact Kyle Risner at (606) 743-1204.

Sincerely,



Roy Collett, Chairman, MCWD

Enclosures

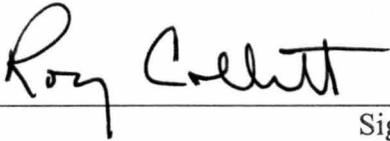
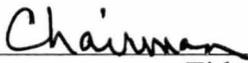
PURCHASED WATER ADJUSTMENT FOR  
WATER DISTRICTS AND WATER ASSOCIATIONS  
(807 KAR 5:068)

**RECEIVED**

**JUL 11 2017**

Public Service  
Commission

Name of Utility	<b>Morgan County Water District</b>		
Date	<b>July 3, 2017</b>		
Address	<b>1009 Highway 172</b>		
City, State, Zip	<b>West Liberty, KY</b>	<b>41472</b>	
Telephone Number	<b>606 743-1204</b>		
Email Address	<b>morganwater@gmail.com</b>		
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	
<b>City of West Liberty</b>	<b>\$3.08 / 1000 gal</b>		
<b>Cave Run Water Comm.</b>	<b>\$2.45 / 1000 gal</b>	<b>\$2.57 / 1000 gal</b>	
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	<b>June 2016</b>	through	<b>May 2017</b>
	(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
<b>City of West Liberty</b>	<b>138,598,217.53</b>
<b>Cave Run Water Commission</b>	<b>92,714,000</b>
<b>TOTAL PURCHASES</b>	<b>231,312,217.53</b>
4. Total gallons sold for the 12 month period	<b>109,676,760</b>
5. Increased water cost	<b>\$11,125.68</b>
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate. The calculation and all supporting documents used to determine the change in purchased water costs sufficient to determine the accuracy of the calculation is attached as Exhibit	
6. Purchased water adjustment factor	<b>\$0.10 / 1000 gal</b>
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.	
7. A schedule listing the current and proposed rates is attached as Exhibit	
8. A copy of the resolution or other document of the utility's governing body authorizing the proposed rates is attached as Exhibit	
9. Proposed effective date	<b>7-22-17</b>
	
Signature of Utility Officer	
	
Title	

## **List of Exhibits:**

- Exhibit 1 Wholesale Supplier's Notice
- Exhibit 2 Water Purchased
- Exhibit 3 Water Sold
- Exhibit 4 Proposed Water Rates
- Exhibit 5 Resolution

**Cave Run Water Commission, Incorporated**  
P.O. Box 20  
7533 HWY 1693  
Wellington, KY 40387  
Phone (606)768-6665  
Fax (606)768-6580

*Edward Bryant*  
Chairperson

*Roy Collett*  
Vice Chairperson

*Mike Helton*  
Secretary/Treasurer

*Phillip Dyer*  
Commissioner

*Oscar Brewer*  
Commissioner

May 24, 2017

To Our Customers:

This is a reminder that The Cave Run Water Commission, Inc. will increase their rates to \$2.57 per thousand gallons. This rate increase will be in effect starting with the 6/23/17 – 7/22/17 billing period which will be due on August 10, 2017.

Thank You,



Billie Jo Fultz  
Administrative Support

## Water Purchased

City of West Liberty	Billed Amount	Gallons
6/3/2016	\$29,469.44	9,568,000.00
7/8/2016	\$37,499.00	12,175,000.00
8/2/2016	\$32,540.20	10,565,000.00
8/8/2016	\$500.00	162,337.66
9/7/2016	\$36,892.24	11,978,000.00
10/4/2016	\$37,000.00	12,012,987.01
11/9/2016	\$33,000.00	10,714,285.71
12/6/2016	\$38,685.84	12,560,337.66
1/9/2017	\$31,000.00	10,064,935.06
2/8/2017	\$42,929.04	13,938,000.00
3/8/2017	\$35,000.00	11,363,636.36
4/4/2017	\$32,659.39	10,603,698.05
5/3/2017	\$39,707.36	12,892,000.00
Total:	\$426,882.51	138,598,217.53

Cave Run Water Comm.	Billed Amount	Gallons
6/3/2016	\$17,779.65	7,257,000.00
7/8/2016	\$20,060.60	8,188,000.00
8/2/2016	15670.2	6,396,000.00
9/7/2016	\$15,986.25	6,525,000.00
10/4/2016	\$16,189.60	6,608,000.00
11/9/2016	\$15,177.75	6,195,000.00
12/6/2016	\$17,747.80	7,244,000.00
1/9/2017	\$22,476.30	9,174,000.00
2/8/2017	\$23,363.20	9,536,000.00
3/8/2017	\$21,601.65	8,817,000.00
4/4/2017	\$19,310.90	7,882,000.00
5/3/2017	\$21,785.40	8,892,000.00
Total:	\$227,149.30	92,714,000.00

Total Purchased: 231,312,217.53

Water Sold

6/3/2016	10,620,090.00
7/8/2016	9,539,680.00
8/2/2016	8,722,990.00
9/7/2016	10,821,140.00
10/4/2016	8,204,810.00
11/9/2016	8,420,690.00
12/6/2016	8,747,260.00
1/9/2017	10,123,250.00
2/8/2017	8,274,850.00
3/8/2017	8,346,630.00
4/4/2017	9,054,480.00
5/3/2017	8,800,890.00
Total:	109,676,760.00

Current rates:

5/8" x 3/4" Meter

First	2,000	gallons	\$25.00	Minimum Bill
Next	3,000	gallons	9.20	per 1,000 gallons
Next	5,000	gallons	8.51	per 1,000 gallons
Next	5,000	gallons	7.82	per 1,000 gallons
Over	15,000	gallons	7.13	per 1,000 gallons

1 Inch Meter

First	5,000	gallons	\$52.73	Minimum Bill
Next	5,000	gallons	8.51	per 1,000 gallons
Next	5,000	gallons	7.82	per 1,000 gallons
Over	15,000	gallons	7.13	per 1,000 gallons

2 Inch Meter

First	15,000	gallons	\$133.23	Minimum Bill
Over	15,000	gallons	7.13	per 1,000 gallons

6 Inch Meter

First	100,000	gallons	\$740.31	Minimum Bill
Over	100,000	gallons	7.13	per 1,000 gallons

Wholesale Rates

City of Campton	\$4.05	per 1,000 gallons
City of Frenchburg	\$4.05	per 1,000 gallons

Proposed rates:

5/8" x 3/4" Meter

First	2,000	gallons	\$25.20	Minimum Bill
Next	3,000	gallons	9.30	per 1,000 gallons
Next	5,000	gallons	8.61	per 1,000 gallons
Next	5,000	gallons	7.92	per 1,000 gallons
Over	15,000	gallons	7.23	per 1,000 gallons

1 Inch Meter

First	5,000	gallons	\$53.23	Minimum Bill
Next	5,000	gallons	8.61	per 1,000 gallons
Next	5,000	gallons	7.92	per 1,000 gallons
Over	15,000	gallons	7.23	per 1,000 gallons

2 Inch Meter

First	15,000	gallons	\$134.73	Minimum Bill
Over	15,000	gallons	7.23	per 1,000 gallons

6 Inch Meter

First	100,000	gallons	\$750.31	Minimum Bill
Over	100,000	gallons	7.23	per 1,000 gallons

Wholesale Rates

City of Campton	\$4.15	per 1,000 gallons
City of Frenchburg	\$4.15	per 1,000 gallons

**RESOLUTION**  
**By the**  
**Morgan County Water District**

**THEREFORE, BE IT RESOLVED** that the Morgan County Water District authorizes the filing of a Purchased Water Adjustment and implementation of the proposed rates contained within the application

Introduced by motion made by Board Member Shannon Elam and seconded by Board Member Zach Engle and passed by a vote of 4 aye and 0 nay in duly assembled session this 3 day July 2017.

Roy Collett, Chairman

  
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