

Herrington Haven Wastewater Co., Inc.
P. O. Box 546
Lancaster, KY 40444

859-792-9415

August 16, 2017

RECEIVED

Executive Director
Kentucky Public Service Commission
211 Sower Blvd.
P. O. Box 615
Frankfort, KY 40601

AUG 18 2017

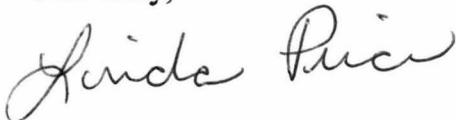
PUBLIC SERVICE
COMMISSION

Subject: Herrington Haven Wastewater Co., Inc.
Case No. 2017-00311- Filing Deficiency

Attached are an original and 5 copies of an Alternative Rate Filing application; filling deficiencies for Herrington Haven Wastewater Co., Inc. sewer utility.

- 1) 807 KAR 5:076 Section 5 (4) Enclosed notice of proposed rate adjustment corrected to meet regulatory requirement.
- 2) 807 KAR 5:076 Section 4 (1) (h) Enclosed a completed ARF Form-3 For each member holds ownership of 10% or more.
- 3) 807 KAR 5:076 Section 4(2) (b) An receipt attached proof of mailing Copy of Alternative Rate Filing Application to Office of Attorney General.
- 4) 807 KAR 5:076 Section 4 (1) (d) Depreciation Schedule copied from yearly report
- 5) 807 KAR 5:076 Section 4 (1) (a) A completed Revenue Requirement Calculation Form is attach to ARF Form-1

Sincerely,



Linda Price
859-553-1802

NOTICE TO CUSTOMERS OF HERRINGTON HAVEN WASTEWATER

On July 24, 2017 Herrington Haven Wastewater Co., Inc. has filed an application with the Public Service Commission proposing to increase its monthly sewer rate from \$35.49 to \$48.58, an increase of 36.8%. The proposed increase is necessary to provide adequate sewer service to fully comply with existing and new environmental requirements.

Monthly Rate:

<u>Current</u>		<u>Proposed</u>		
Flat Rate	\$35.49	Flat Rate	\$48.58	
<u>Monthly Usage</u>	<u>Monthly Bill At Current Rate</u>	<u>Monthly Bill At Proposed Rate</u>	<u>Percent Increase</u>	<u>Amount Of Increase</u>
All Usage	\$35.49	\$48.58	36.8%	\$13.09

The rates contained in this notice are the rate proposed by Herrington Haven Wastewater Co., Inc. However, the Public Service Commission ("PSC") may order rates to be charged that are higher or lower than the rates proposed in this notice.

Any corporation, association, body politic, or person may request leave to intervene, by motion within thirty (30) days after notice of the proposed rate change is given. If the PSC does not receive a written request for intervention within 30 days of the mailing of this notice, the PSC may take final action on the application. A motion to intervene shall be in writing, shall be submitted to the Executive Director, Public Service Commission, 211 Sower Boulevard, Post Office Box 615, Frankfort KY 40602, shall set forth the grounds for the motion, including the status and interest of the party movant. Copies of the application may be examined or obtained at no charge from utility office at Herrington Haven Wastewater Co., Inc. , Post Office Box 546, Lancaster, KY 40444 Also the application and all documents filed with the Public Service Commission may be viewed and downloaded at the Public Service Commission website at Or viewed at the PSC's office at 211 Sower Blvd. Frankfort KY from Monday- Friday 8am-4:30pm. Comments regarding the application may be submitted to the PSC's website or via mail at Public Service Commission , P.O. Box 615, Frankfort KY 40602. Upon request from an intervenor, the utility shall furnish to intervenor a copy of application and supporting document.

Herrington Haven Wastewater Co., Inc. mailed to all customers this notice August 16, 2017

2016 Depreciation Schedule

43150 Herrington Haven Wastewater Company, Inc. 01/01/2016 - 12/31/2016

Summary of Utility Plant (Ref Page: 4)

	Amount
UTILITY PLANT	
In Service:	
Plant in Service Classified (from pg 5 line 40) (101)	\$20,508.00
Completed Construction Not Classified (102)	
Utility Plant in Process of Reclassification (103)	
Utility Plant Purchased or Sold (106)	
Total In Service	
Utility Plant Leased to Others (104)	
Property Held for Future Use (105)	
Construction Work in Progress (107)	
Utility Plant Acquisition Adjustments (108)	
Other Utility Plant Adjustments (109)	
Total Utility Plant (to pg 2 line 4)	\$20,508.00
Less:	
Accumulated Provision for Depreciation and Amort. of Utility Plant (to pg 2 line 8) (110)	\$18,765.00
Net Utility Plant (to pg 2 line 7)	\$1,743.00



USPS Receipt for Money or Services

Post Office 40410		Station		Receipt Number 56	
<input checked="" type="checkbox"/> P.O. Receipt for Money		Finance Number		Unit ID	
Receipt for: (indicate purpose) Office of Attorney General		1024 Capitol Center Dr. Ste #200 Frankfort KY		Amount \$ 1.61	
Received from: (show address only when receipt is mailed) Herrington Haven wastewater		40601-8204		Permit Number or SSN (Employees only)	
<input type="checkbox"/> P.O. Box/Caller Service Fees		Information on your PS Form 1093, Application for Post Office Box or Caller Service, must be updated if it is changed. For regulations pertaining to P.O. Boxes, see rules for use of Post Office Boxes and Caller Service on PS Form 1093.			
Customer name:		Amount \$		AIC Number	
Box/Caller Number(s)		<input type="checkbox"/> For one semiannual payment period (AIC 158) <input type="checkbox"/> For annual payment period (AIC 115) <input type="checkbox"/> Reserved Number Fee (AIC 115) (Ending date / /) (mm/dd/yyyy)		Postmark BRYANTSVILLE KY AUG 16 2017 40410-9998	
Certifying Signature K. H. [Signature]					

SEWER OPERATIONS AND MAINTENANCE EXPENSES

TYE 12/31/20 16

	Test Year	Adjustment	Ref.	Pro Forma
<u>Operation Expenses</u>				
Supervision and Engineering:				
Owner/Manager-Management Fee	3,600.00	1,200.00		4,800.00
Other Expenses				0.00
Labor and Expenses:				
Collection System-Labor, Materials and Expenses				0.00
Pumping System-Labor, Materials and Expenses				0.00
Treatment System:				
Sludge Hauling	1,050.00	0.00		1,050.00
Utility Service- Water Cost				0.00
Other-Labor,Materials and Expenses	1,200.00	0.00		1,200.00
Rents				0.00
Fuel/Power Purchased for Pumping and Treatment	1,078.00	0.00		1,078.00
Chemicals	340.00	1,288.00		1,628.00
Miscellaneous Supplies and Expenses:				
Collection System				0.00
Pumping System				0.00
Treatment and Disposal	0.00	149.00		149.00
<u>Maintenance Expenses</u>				
Supervision and Engineering:				
Routine Maintenance Service Fee				0.00
Internal Supervision and Engineering				0.00
Maintenance of Structures and Improvements				0.00
Maintenance of Collection Sewer System				0.00
Maintenance of Pumping System				0.00
Maintenance of Treatment and Disposal Plant				0.00
Maintenance of Other Plant and Facilities				0.00
<u>Customer Accounts Expenses</u>				
Supervision				0.00
Meter Reading Expenses and Flat Rate Inspections				0.00

	Test Year	Adjustment	Ref.	Pro Forma
<u>Customer Accounts Expenses-Continued</u>				
Customer Records and Collection Expenses:				
Agency Collection Fee				0.00
Internal Labor, Materials and Expenses				0.00
Uncollectable Accounts	425.00			425.00
Miscellaneous Customer Accounts Expenses				0.00
<u>Administrative and General Expenses</u>				
Administrative and General Salaries				0.00
Office Supplies and Other Expenses	898.00			898.00
Outside Services Employed				0.00
Insurance Expenses				0.00
Employee Pensions and Benefits				0.00
Regulatory Commission Expense				0.00
Transportation Expense				0.00
Miscellaneous General Expenses				0.00
Rents				0.00
Maintenance of General Plant				0.00
Total Sewer Operation and Maintenance Expenses	8,591.00	2,637.00		11,228.00

SCHEDULE OF ADJUSTED OPERATIONS - SEWER UTILITY

TYE 12/31/20 16

	Test Year	Adjustment	Ref.	Pro Forma
<u>Operating Revenues</u>				
Sewage Service Revenues				
Flat Rate Revenues	8,517.00	2,286.00		10,803.00
Measured Revenues	0.00			0.00
Revenue from Public Authorities	0.00			0.00
Revenue from Other Systems	0.00			0.00
Miscellaneous Sewage Revenues	0.00			0.00
Total Sewage Service Revenues	8,517.00	2,286.00		10,803.00
Other Operating Revenues				
Forfeited Discounts				0.00
Miscellaneous Operating Revenues				0.00
Total Other Operating Revenues	0.00	0.00		0.00
Total Operating Revenues	8,517.00	2,286.00		10,803.00
<u>Operating Expenses</u>				
Total Operation and Maintenance Expenses*	8,517.00	2,286.00		10,803.00
Depreciation Expense	595.00			595.00
Amortization Expense				0.00
Taxes Other Than Income	87.00			87.00
Income Tax Expense	175.00			175.00
Total Operating Expenses	9,374.00	2,286.00		11,660.00
Utility Operating Income	-857.00	0.00		-857.00

Property

* Total Operation and Maintenance Expenses should be calculated using the worksheet titled "Sewer Operations and Maintenance Expenses".

**STATEMENT OF DISCLOSURE OF
RELATED PARTY TRANSACTIONS**

I swear or affirm to the best of my knowledge and belief the information set forth below represents all present transactions and those transactions occurring within the past twenty-four (24) months between Herrington Haven Wastewater Co., Inc ("Utility") and related parties that exceed \$25.00 in value. For the purpose of this statement, "related party transactions" include, all transactions and payments in excess of \$25.00, except regular salary, wages and benefits, made directly to or on behalf of: 1) the Utility's current or former employees; 2) current or former members of the Utility's board of commissioners or board of directors; 3) persons who have a 10 percent or greater ownership interest in the Utility; 4) family members* of any current Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility or 5) a business enterprise in which any current or former Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility or a family member of such person has an ownership interest.

Name of Related Party (Individual or Business)	Type of Service Provided By Related Party	Amount of Compensation
Melvin Price	President, owner, operator	\$3600.00 yearly
Linda Price	sec/tres, owner, bookkeeper	600.00 yearly

- Check this box if the Utility has no related party transactions.
- Check box if additional transactions are listed on the supplemental page.
- Check box if any employee of the Utility is a family member of the Utility's chief executive officer, a Utility commissioner, or any person with a 10 percent or greater ownership interest in the Utility. The name of each employee and the official to whom they are related and the nature of the relationship are listed on the supplemental page entitled "Employees Related to Utility Officials."

Linda Price
(Print Name)

Linda Price
(Signed)

Sec/tres
(Position/Office)

* "Family Member" means any person who is the spouse, parent, sibling, child, mother-in-law, father-in-law, son-in-law, daughter-in-law, grandparent, or grandchild of any current Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility; or is a dependent for tax purposes of any Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility or his or her spouse; or who is a member of the household of any Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility.

COMMONWEALTH OF KENTUCKY

COUNTY OF Carrard

Subscribed and sworn to before me by Courtney D Burkhardt
(Name)

this 16 day of August, 2017.

Courtney D Burkhardt
NOTARY PUBLIC
State-at-Large

8-18-20