

PENDLETON COUNTY WATER DISTRICT

P.O. BOX 232, FALMOUTH, KY 41040

(859) 654-6964 FAX (859) 654-7032
Deaf, Hard-of-Hearing or Speech Impaired, call 711

July 5, 2006

RECEIVED
JUL 10 2006
PUBLIC SERVICE
COMMISSION

Thomas M. Dorman
Executive Director
KY Public Service Commission
P.O. Box 615
Frankfort, KY 40602

RE: Formal Application for a Purchased Water Adjustment

Case No. 2006-00345

Dear Mr. Dorman:

Enclosed is an original and 10 copies of an application for a purchased water rate adjustment for Pendleton County Water District. The adjustment was necessary to recover an increase in the cost of water attributable to our suppliers' new wholesale rates. A copy of the suppliers' notice of the changed rate showing the effective date of the increase is attached. This notice was dated June 14, 2006, but we did not receive the notice until June 22, 2006. We are requesting that you make our effective date June 15, 2006.

The district will publish the enclosed public notice of these requested rate revisions in the local newspapers. In accordance with PSC rules and regulations, the notice will be published before the new bills are issued and will be published one time. A copy of the newspaper notice and an affidavit verifying publication will be forwarded to you upon publication.

Sincerely,



H.T. Ammerman
Secretary

HTA/cbw

Enclosures

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

RECEIVED

JUL 10 2006

PUBLIC SERVICE
COMMISSION

Pendleton County Water District
(Name of Utility)

July 5, 2006
(Date)

P.O. Box 232, 331 Hwy. 330 W
(Address)

Falmouth, KY 41040
(City, State)

(859) 654-6964
(Telephone Number)

Case No. 2006-00345

- 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 shedule must be shown. Attach additional sheets if necessary.

<u>Supplier(s)</u>	<u>Base Rate</u>	<u>Changed Rate</u>
<u>Northern Kentucky Water</u>	<u>2.40</u>	<u>2.52</u>
<u>City of Falmouth</u>	<u>1.98</u>	<u>1.98</u>
<u>_____</u>	<u>_____</u>	<u>_____</u>

- 1.b. A copy of the supplier's notice of the changed rate showing the effective date of the increase is attached as Exhibit A.
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 July 2005 through June 2006
(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
<u>Northern KY. Water</u>	<u>100,733,500</u>
<u>City of Falmouth</u>	<u>58,902,800</u>
<u>TOTAL PURCHASES</u>	<u>159,636,300</u>

4. Total sales for the 12 month period \$139,043,740.

5. Increased water cost \$12,088.02 .

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

6. Purchased water adjustment factor .09¢ .

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 June 15, 2006 .



(Signature of Utility Officer)

Secretary

(Title)

Northern Kentucky Water District

Pendleton County Water District
P.O. Box 232
Falmouth, KY 41041

6/14/2006

17 DAYS OLD RATE 13 DAYS NEW RATE

Hwy 27 Large-6"

Present Reading 06/14/06	6,165,000	
Previous Reading 05/15/06	<u>4,210,000</u>	
Consumption	1,955,000	Gallons

Hwy 27 Small-1 1/2"

Present Reading 06/14/06	4,678,000	
Previous Reading 05/15/06	<u>3,371,000</u>	
Consumption	1,307,000	Gallons

Total Consumption in Gallons

3,262,000

1848466.66 old rate	\$	4,436.32
1413533.34 new rate	\$	3,562.10
	\$	7,998.42

6" Meter Service Fee	72.03/30 X 17=40.82 old rate		
	76.45/30 X 13=33.13 new rate	=	\$ 73.95
	Total Amount Due		\$ 8,072.37

If payment is not received in our office by 07/19/06 add 10% penalty.

Approval has been given for a rate adjustment by the Kentucky Public Service Commission. Since the effective date (6/1/06) may be during this billing period, your bill will be prorated using both the old and new rate structures. Any questions, contact our Customer Service Department at 859-578-9898.

Northern Kentucky
Water District

Pendleton County Water District
P.O. Box 232
Falmouth, KY 41041

6/14/2006

17 DAYS OLD RATE 13 DAYS NEW RATE

Hwy 17-Large 4"

Present Reading 06/14/06	229,275,000	
Previous Reading 05/15/06	<u>224,940,000</u>	
	4,335,000	Gallon

Hwy 17-Small 2"

Present Reading 06/14/06	2,782,000	
Previous Reading 05/15/06	<u>2,215,000</u>	
	567,000	Gallon

Total Con in Gallons	4,902,000	Gallon	2,777,800	old rate
			2,124,200	new rate

	48.63/30 X 17=27.56 old rate		
4" Meter Service Fee	51.63/30 X 13=22.37 new rate	=	\$ 49.93
	2777800 Gallons @ 2.40 per 1000 gallons		\$ 6,666.72
	2124200 Gallons @ 2.52 per 1000 gallons		<u>\$ 5,352.98</u>
Water Charges			\$ 12,069.63
	10 surcharges @ \$ 20.33	=	<u>\$ 203.30</u>
	Total Amount Due		\$ 12,272.93

If payment is not received in our office by 07/19/06 add 10% penalty.

Approval has been given for a rate adjustment by the Kentucky Public Service Commission. Since the effective date (6/1/06) may be during this billing period, your bill will be prorated using both the old and new rate structures. Any questions, contact our Customer Service Department at 859-578-9898.

NOTICE

Due to rate increased from Northern Kentucky Water District, notice is hereby given that Pendleton County Water District 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 .09 cents per 1,000 gallons used. The proposed change will be effective for water used on and after June 15, 2006.

	<u>Current</u>	<u>Proposed</u>	<u>Change</u>
<u>5/8" x 3/4" Meter through 2" meter</u>			
First 2,000 Gallons	\$19.34 Minimum bill	\$19.52	1.01%
Next 3,000 Gallons	\$8.32 per 1,000 gal.	\$8.41	1.01%
Next 10,000 Gallons	\$7.82 per 1,000 gal.	\$7.91	1.01%
All Over 15,000 Gallons	\$6.72 per 1,000 gal.	\$6.81	1.01%
 <u>Pendleton County High School</u>			
First 125,000 Gallons	\$861.70 Minimum bill	\$872.95	1.01%
Over 125,000 Gallons	\$6.72 per 1,000 gal.	\$6.81	1.01%
 <u>Griffin Industries</u>			
First 400,000 Gallons	\$2,728.80 Minimum bill	\$2,764.80	1.01%
Over 400,000 Gallons	\$6.72 per 1,000 gal.	\$6.81	1.01%
 <u>City of Butler</u>			
First 1,672,917 gallons	\$5,052.21 Minimum bill	\$5,202.77	1.03%
Over 1,672,917 gallons	\$3.02 per 1,000 gal.	\$3.11	1.03%

The monthly bill for a customer using an average of 5,000 gallons will increase \$.45 from \$44.30 to \$45.75 or 1.01%.

The rates contained in this notice are the rates proposed by the Pendleton County 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.

Pendleton County Water District has available for inspection at its office the application submitted to the Public Service Commission. The office is located at 331 Highway 330 West, Falmouth, Kentucky 41040.

Pendleton County Water District

FOR Pendleton County, Kentucky
Community, Town or City

P.S.C. KY. NO. _____

_____ SHEET NO. _____

Pendleton County Water District
(Name of Utility)

CANCELLING P.S.C. KY. NO. _____

_____ SHEET NO. _____

RATES AND CHARGES

5/8" x 3/4" Meter through 2" Meter

First 2,000 Gallons	\$19.52
Next 3,000 Gallons	8.41
Next 10,000 Gallons	7.91
All Over 15,000 Gallons	6.81

Pendleton County High

First 125,000 Gallons	\$872.95
Over 125,000 Gallons	6.81

Griffin Industries

First 400,000 Gallons	\$2,764.80
Over 400,000 Gallons	6.81

City of Butler

First 1,672,917 Gallons	\$5,202.77
Over 1,672,917 Gallons	3.11

DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____

ISSUED BY A. J. Rasmussen _____
Month / Date / Year
(Signature of Officer)

TITLE Secretary _____

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



RECEIVED
JUL 1 4 2006
PUBLIC SERVICE
COMMISSION

F R O M
PENDLETON CO. WATER
331 Hwy. 330 W
P.O. Box 292
Falmouth, KY 41040

T O
Public Service Commission
PO Box 615
Frankfort KY 40602

U.S. POSTAGE
FALMOUTH, KY
41040-0292
JUL 1 4 2006
\$4.05
08033505-04



0808
40602