

2006-00463

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RECEIVED

JUN 21 2007

PUBLIC SERVICE
COMMISSION

TELECOPIER COVER SHEET

DATE: 21 JUN 07 TIME: 1130 ±

FROM: HW

TO: PSC C/W KY ATTN: J.R. Goff, Esq.

FAX NO: 502-564-3460

TOTAL NUMBER OF PAGES BEING SENT (INCLUDING COVER SHEET) 7

RE: FALMOUTH ADV Pend. Co. W.D. + East P.C.W.D.

1. Attached ORD will be passed tonight, effective immediately due to emergency;
2. Will file along w/ new tariffs for both tomorrow 22 JUN 07, w/ PSC.
3. Will serve on 2 W/D's tomorrow 22 JUN 07.
4. Attached Order in 2004-00050 acknowledges Falmonth's increase to EPWD, and attached Exh A was filed with EPWD case application 2004-0005; Can these collectively serve as Falmonth's tariffs @ \$1.98? IS PSC agrees in writing will withdraw current app. IS not, will let new rates be overtaken by

PLEASE CALL AS SOON AS POSSIBLE IF YOU DO NOT RECEIVE ALL THE PAGES: 859-987-6525

tomorrow's filing and continue to change \$1.98.
 S. Best I can do.

Greg Watson

**CITY OF FALMOUTH
ORDINANCE NO. 2007-71.19**

AN ORDINANCE DECREASING WHOLESALE WATER RATES TO THE EAST PENDLETON COUNTY WATER DISTRICT TO \$1.98 PER THOUSAND GALLONS, AND TO THE PENDLETON COUNTY WATER DISTRICT TO \$1.98 PER THOUSAND GALLONS, EFFECTIVE IMMEDIATELY, AND BASED UPON COMPROMISE OF A DISPUTED RATE INCREASE CASE.

BE IT ORDAINED BY THE CITY OF FALMOUTH:

Section 1. That Section 50.40 of the Code of Ordinance, Subsection E., authorizes the Falmouth City Council to contract on an individual basis for the provision of municipal utility services, as authorized by Kentucky Revised Statutes and the Rules and Regulations of the Public Service Commonwealth of Kentucky, which includes contracts with the East Pendleton County Water District and the Pendleton County Water District, respectively.

Section 2. That the City of Falmouth and the East Pendleton County Water District and the Pendleton County Water District are parties to a disputed water rate increase case, #2006-00403, Commonwealth of Kentucky, Public Service Commission, on which an agreement has been reached, and all of which has been taken into account in the establishment of wholesale water rates.

Section 3. Based on the agreement to compromise, the wholesale water rates to the wholesale customers of the City of Falmouth water system be and hereby are established as follows:

a) To the East Pendleton County Water District:

\$1.98 per thousand gallons

b) To the Pendleton County Water District:

\$1.98 per thousand gallons

Section 4. That the Clerk of the City of Falmouth be and hereby is authorized and directed to provide a certified copy of this ordinance, to the East Pendleton County Water District, to the Pendleton County Water District, and to the Public Service Commission of the Commonwealth of Kentucky, Rate Division, upon its enactment, approval, and publication as required by law.

Section 5. The effective date of the rates established herein shall be immediately, there being an emergency, to wit, the establishment of higher rates by operation of law on June 23, 2007.

Section 6. This Ordinance shall take effect immediately, upon its passage, and approval, and shall be published as soon as possible.

Introduced and First Reading: Special Meeting, June 20, 2007

Second Reading and Enacted: Regular Meeting, June 21, 2007

Signed by Mayor: _____

Recorded by Clerk: _____

Published in Full: _____

CITY OF FALMOUTH, KENTUCKY

BY: _____
April K. DeFalco, Mayor

ATTEST:

Terry England, City Clerk

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
OF EAST PENDLETON COUNTY) CASE NO. 2004-00050
WATER DISTRICT)

O R D E R

On February 17, 2004, East Pendleton County Water District ("East Pendleton") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.012 and 807 KAR 5:068.

The city of Falmouth ("Falmouth"), a municipal water system, notified East Pendleton that effective with its March 2004 consumption its wholesale water rate would increase from \$1.85 per thousand gallon to \$1.98 per thousand gallon.

The Commission, having reviewed the record and being sufficiently advised, finds that:

1. East Pendleton purchases water from Falmouth.
2. Falmouth notified East Pendleton that effective with its March 2004 consumption its wholesale water rate would increase from \$1.85 per thousand gallon to \$1.98 per thousand gallon.
3. During the 12 months ending December 31, 2003, East Pendleton purchased 91,604,400 gallons of water from Falmouth and sold 80,346,820 gallons. The increase in the cost of purchased water is \$11,909, resulting in a purchased water adjustment of \$0.15 per 1,000 gallons. Based on an average monthly usage of 5,000

gallons, a customer's monthly bill will increase \$0.75 from \$43.04 to \$43.79 or 1.71 percent.

4. The purchased water adjustment of \$0.15 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of \$0.15 per 1,000 gallons is fair, just, and reasonable.

2. The retail rates for East Pendleton in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services rendered on and after March 15, 2004.

3. The proposed tariff sheets filed by East Pendleton are approved as filed.

Done at Frankfort, Kentucky, this 16th day of March, 2004.

By the Commission

EXHIBIT A

received
2-13-04

Mayor
Gene Flaughter
City Clerk
Terry England

CITY OF FALMOUTH

230 Main Street Falmouth, KY 41040
Phone: (859) 654-6937 Fax (859) 654-3603
falmouthch@fuse.net

Council Members
Kim Bastin
Don Cross
Mark Hart
Rick Mineer
Mary Ann Pittman
Shannon Weaver

February 5, 2004

East Pendleton County Water District
600 Woodson Road
Falmouth, KY 41040

Pendleton Co Water District
Hwy 330 Falmouth/Morgan Rd
Falmouth, KY 41040

RE: Water Rate Increase

Effective with your March 2004 usage, be hereby notified that your rates will increase from \$1.85 to \$1.98 per 1000 gallons of water usage. Increases have also been accessed to the City of Falmouth water customers.

Should you have any questions, please contact our office.

Sincerely,


Mayor Gene Flaughter

c. Public Service Commission

7117-2005

FOR Pendleton County
Community, Town or City

P.S.C. KY. NO. _____

_____ SHEET NO. _____

City of Falmouth Water
(Name of Utility)

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

_____ SHEET NO. _____

RATES AND CHARGES

Per certified copy of attached Ordinance:

a) East Pendleton County Water District:

\$1.98 per thousand gallons.

b) Pendleton County Water District:

\$1.98 per thousand gallons.

These are only current Wholesale Customers.

These are current rates, and Falmouth will not charge any higher rate, to wit: any established by law in PSC 2006-00403.

DATE OF ISSUE June 21, 2007
Month / Date / Year

DATE EFFECTIVE June 21, 2007
Month / Date / Year

ISSUED BY April K. DeFalen (Signature of Officer)

TITLE Mayor of Falmouth

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