



Ernie Fletcher
Governor

Mark David Goss
Chairman

Teresa J. Hill, Secretary
Environmental and Public
Protection Cabinet

Commonwealth of Kentucky
Public Service Commission
211 Sower Blvd.
P.O. Box 615
Frankfort, Kentucky 40602-0615
Telephone: (502) 564-3940
Fax: (502) 564-3460
psc.ky.gov

John W. Clay
Commissioner

Timothy J. LeDonne
Commissioner
Department of Public Protection

July 18, 2007

Lana Pace
Finance Officer
Cawood Water District
54 Plant Road
P. O. Box 429
Cawood, KY 40815

RE: Case No. 2007-00313
Cawood Water District
(Purchased Water Adjustment)

This letter is to acknowledge receipt of initial application in the above case. The application was date-stamped received and has been assigned Case No. 2007-00313. In all future correspondence or filings in connection with this case, please reference the above case number.

If you need further assistance, please contact my staff at (502) 564-3940.

Sincerely,

A handwritten signature in black ink, appearing to read "Beth O'Donnell".

Beth O'Donnell
Executive Director

BOD/tw

2007-313

RECEIVED

JUL 17 2007

CAWOOD WATER DISTRICT

54 Plant Road, PO Box 429

PUBLIC SERVICE

COMMISSION
Cawood, Ky. 40815

Beth O'Donnell
Executive Director
KY Public Service Commission
PO Box 615
Frankfort, KY 40602

RE: Formal Application for a Purchased Water Adjustment

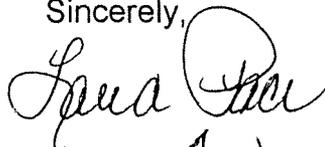
Dear Ms. O'Donnell:

Enclosed is an original and 10 copies of an application for a purchased water rate adjustment for Cawood Water District. The adjustment is necessary to recover an increase in the cost of water attributable to our supplier's new wholesale rates.

The district will publish the enclosed public notice of the requested rate revisions in the local newspaper. 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.

The District has previously filed income statements and balance sheets with the Public Service Commission. These income statements and balance sheets are currently on file with the Commission.

Sincerely,


Linda Miller
Finance Officer

enclosure

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

Cawood Water District
(Name of Utility)

(Date)

P.O. Box 429
(Address)

Cawood, Ky. 40815
(City, State)

606-573-3744
(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 shedule must be shown. Attach additional sheets if necessary.

<u>Supplier(s)</u>	<u>Base Rate</u>	<u>Changed Rate</u>
<u>Pineville Utility Commission</u>	<u>\$1.87/1,000</u>	<u>\$1.88/1,000</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 June 2006 through May 2007
 (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>Pineville Utility Commission</u>	<u>6,094,000</u>
_____	_____
_____	_____
TOTAL PURCHASES	_____

4. Total sales for the 12 month period 5,641,536.

5. Increased water cost \$ 60.94.

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

6. Purchased water adjustment factor .01 / 1,000.

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 1, 2007 Billing.

Jana Pace
(Signature of Utility Officer)

Finance Officer
(Title)

FOR CAWOOD
Community, Town or City

P.S.C. KY. NO. _____

_____ SHEET NO. _____

CAWOOD WATER DISTRICT
(Name of Utility)

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

_____ SHEET NO. _____

RATES AND CHARGES

MONTHLY WATER RATES

PATHFORK AREA

FIRST 2,000 gallons

\$17.88 minimum bill

next 8,000 gallons

6.83 per 1,000 gallons

over 10,000 gallons

5.22 per 1,000 gallons

DATE OF ISSUE JULY 2 2007
Month / Date / Year

DATE EFFECTIVE JULY 1 2007
Month / Date / Year

ISSUED BY *Spina Yaci*
(Signature of Officer)

TITLE *Finance Officer*

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

FOR **Cawood Water District**

P.S.C. KY. NO. _____

_____ SHEET NO. _____

Pineville Utility Commission

CANCELLING P.S.C. KY NO. _____

_____ SHEET NO. _____

RATES AND CHARGES

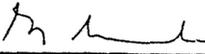
Minimum rate tariff and effective dates as follows:

Current Rate	\$1.75 per 1,000 gallons
Effective Bills Due June 1 2007	\$1.87 per 1,000 gallons
Effective Bills Due July 2007	\$1.88 per 1,000 gallons
Effective Bills Due July 2008	\$1.92 per 1,000 gallons
Effective Bills Due July 2009	\$1.97 per 1,000 gallons

DATE OF ISSUE April 26, 2007

DATE EFFECTIVE June 1, 2007

ISSUED BY



TITLE

Manager, Pineville Utility Commission

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

Pineville Utility Commission

P.O. BOX 277

PINEVILLE, KENTUCKY 40977

March 29, 2007

Walter Burkhardt, Chairman
Cawood Water District
PO Box 429
Cawood, KY 40815

****CERTIFIED MAIL****

Re: Change in Wholesale/Resale Water Rates

Dear Walter:

The City of Pineville recently ordained new rates for its water utility based on recommendation by the Pineville Utility Commission and a cost of service water rate study prepared by Kentucky Rural Water Association. The recommended rates resulting from the study were approved without change and ordained by second reading of the Pineville City Council on February 13, 2007.

The new water rates for Pineville's customers were effective on customer bills due in April 2007. Allowing time required for notice to you and the Public Service Commission, Pineville proposes to make the new Wholesale/Resale rates effective on your bill due in June 2007. The approved rates are phased-in over a four-year period beginning July 1, 2006; however, due to the length of time taken for public discussion, the effective date of the initial increase was delayed.

The new minimum rate schedule and effective dates are as follows:

Current Rate	\$1.75 per 1,000 gallons
Effective Bills Due April 2007	\$1.87 per 1,000 gallons
Effective Bills Due July 2007	\$1.88 per 1,000 gallons
Effective Bills Due July 2008	\$1.92 per 1,000 gallons
Effective Bills Due July 2009	\$1.97 per 1,000 gallons

Please contact me if you have any questions or comments regarding this matter.

Sincerely,



Bill Bunch
Manager

enc: City Ordinance 53.00, Amendment to PUC Schedule of Rates and Charges
Rates and Charges Tariff

The Harlan Daily Enterprise
P.O. Box 1155 — Harlan, Kentucky 40831
(606) 573-4510

NOTARIZED PROOF OF ADVERTISING

State of Kentucky
County of Harlan

Before me, a Notary Public, in and for said County and State, this 16th day of July, 2007, came Christy Freeman, personally known to me, who being duly sworn, states as follows: That he/she is Classified Mgr., of The Harlan Daily Enterprise, and that said publication of July 12, 2007, carries the advertising of: Cowwood Water District, Rate Increase

Signature: Christy Freeman

Notary Public: Wylene M. Murrain

My Commission Expires: 06/19/2011

00 Homes for Sale

BEDROOM, 2
dry house. Living room, fireplace, family room, den, bath, kitchen. Call 573-57

WOOD, 5 BD,
kitchen, dining, game room, bath, garage, 2 outbuildings, basement, 5,000. Call 573-18 or 573-6492

R. SALE or rent
own. 3 bedrooms, 1 bathroom, 418 Oak
Call Amy at 3-969-1399 ext.

R SALE: Nice
1 bath, newly modeled home. In a good neighborhood. \$40,000. Call 664-0259 for appointment.

ME FOR
LE: 3 bedroom,
2 bath
28 garage, 4th
Rio Vista.
ne 573-0044

USE FOR
LE: Will con-
r land contract
,000. Built
7, 3 bedroom,
2 bath, family
n, Located 69
Branch Road,
ch. Call 848-

0 Mobile Homes

SALE: 2002
man Double
28X60, 3
rooms, 2
s, on 5 acres
land 2 stor-

001 Public Notices

NOTICE

Due to a recent rate increase in water purchased from the Pineville Utility Commission, the Cawood Water District has filed an application with the Public Service Commission to increase its rates for waterservice in the Pathfork Area only. The proposed change will be effective with the July 1, 2007 billing.

CURRENT RATES

First 2,000 gallons @\$17.86
Next 8,000 gallons @\$6.82 per 1,000 gallons
All Over 10,000 gallons @ \$5.22 per 1,000 gallons

PROPOSED RATES

First 2000 gallons @\$17.88
Next 8,000 gallons@ \$6.83 per 1000 gallons
All Over 10,000 gallons@ \$5.23 per 1,000 gallons

The rates contained in this notice are the rates proposed by the Cawood Water District. However the Public Service Commission may order rates to be charged that are high or lower than the rates proposed in this notice.

A 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. A motion to intervene shall be in writing, shall be submitted to the Executive director, Public Service Commission, Post Office Box 615, Frankfort, KY 40602, and shall set forth the grounds for the motion, including the status and interest of the party movant. Copies of the application may be obtained at no charge from the District office at 54 Plant Road, Cawood, KY. Upon request from an intervenor, the District shall furnish to the intervenor copy of the application and supporting documents.

Carrier

Needed

Pine Mtn. Area

3-1/2 hours a day