

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

East Casey County Water District
 (Name of Utility)

July 26, 2007
 (Date)

P. O. Box 56
 (Address)

Liberty, KY 42539
 (City, State)

606-787-9961
 (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>City of Liberty</u>	<u>\$2.00/1,000 gal.</u>	<u>\$2.38/1,000 gal.</u>
<u>City of Russell Springs</u>	<u>\$1.50/1,000 gal.</u>	<u>\$1.68/1,000 gal.</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 May 15, 2006 through May 15, 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>City of Liberty</u>	<u>206,645,000</u>
<u>City of Russell Springs</u>	<u>17,660,000</u>
TOTAL PURCHASES	<u>224,305,000</u>

4. Total sales for the 12 month period 185,465,524.

5. Increased water cost \$81,704.

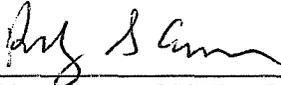
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.

6. Purchased water adjustment factor 0.44.

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 September 2, 2007.



(Signature of Utility Officer)

CHAIRMAN

(Title)

FOR Casey County, Kentucky
Community, Town or City

P.S.C. KY. NO. _____

_____ SHEET NO. _____

East Casey County Water District
(Name of Utility)

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

_____ SHEET NO. _____

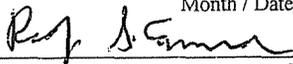
CONTENTS

A. MONTHLY RATES

First	2,000 Gallons	\$16.28	Minimum Bill
Next	3,000 Gallons	\$6.94	per 1,000 gallons
Next	5,000 Gallons	\$6.64	per 1,000 gallons
Next	5,000 Gallons	\$6.34	per 1,000 gallons
Next	5,000 Gallons	\$6.04	per 1,000 gallons
Over	20,000 Gallons	\$5.44	per 1,000 gallons

DATE OF ISSUE August 1, 2007
Month / Date / Year

DATE EFFECTIVE September 2, 2007
Month / Date / Year

ISSUED BY 
(Signature of Officer)

TITLE Chairman

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

E. PURCHASES WATER RATES

City of Liberty
City of Russell Springs

\$2.38 per 1,000 gallons
\$1.68 per 1,000 gallons

F. LEAK ADJUSTMENT RATE

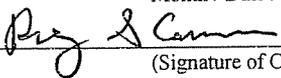
Not Applicable

G. WHOLESALE WATER RATES

Not Applicable

DATE OF ISSUE August 1, 2007
Month / Date / Year

DATE EFFECTIVE September 2, 2007
Month / Date / Year

ISSUED BY 
(Signature of Officer)

TITLE Chairman

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

City of Liberty

P.O. Box 127 • Liberty, KY 42539

July 26, 2007

Dear Mr. Eddie Brown:

The City of Liberty raised the water rates for East Casey County from \$2 to \$2.38 per thousand gallons effective May 1, 2007.

If you have any question, please call us at 606-787-6691.

Sincerely,

City of Liberty



City Hall
(606) 787-9973

Utilities
(606) 787-6691

Fax (606) 787-7992 TDD # 1-800-247-2510



25. Commitment of Other Project Funds:

This Letter of Conditions is issued contingent upon a firm commitment being in effect prior to advertising for construction bids for the HUD-CDBG grant in the amount of \$895,000, and for the State of Kentucky Tobacco Settlement grant in the amount of \$2,200,000.

26. Use of Remaining Project Funds:

After providing for all authorized costs, any remaining project funds will be considered to be RUS//HUD-CDBG/State of Kentucky Tobacco Settlement grant funds and refunded in proportion to participation in the project. If the amount of unused project funds exceeds the grants, that part would be RUS loan funds.

27. Proposed Operating Budget:

You will be required to submit to Rural Development a copy of your proposed annual operating budget that supports the proposed loan repayment prior to this agency giving you written authorization to proceed with the bidding phase. The operating budget should be based on a typical year cash flow, subject to completion of this project in the first full year of operation. Form RD 442-7, "Operating Budget," or similar form may be utilized for this purpose.

28. Rates and Charges:

Rates and charges for facilities and services rendered by the City must be at least adequate to meet cost of maintaining, repairing and operating the water and sewer systems and meeting required principal and interest payments and the required deposits to debt service and/or depreciation reserve.

A. Water rates will be at least:

1. In-Town:

First	2,000	gallons @ \$	11.42 - Minimum Bill.
Next	4,000	gallons @ \$	4.96 - per 1,000 gallons.
Next	4,000	gallons @ \$	4.57 - per 1,000 gallons.
Next	10,000	gallons @ \$	3.97 - per 1,000 gallons.
Next	80,000	gallons @ \$	3.58 - per 1,000 gallons.
All Over	100,000	gallons @ \$	1.79 - per 1,000 gallons.

2. Out-of-Town:

First	2,000	gallons @ \$	13.79 - Minimum Bill.
All Over	2,000	gallons @ \$	6.70 - per 1,000 gallons.

3. East Casey County Water District:

First	10,000,000	gallons @ \$	23,800.00 - Minimum Bill.
All Over	10,000,000	gallons @ \$	2.38 - per 1,000 gallons.

2nd Tuesday. ECCWD



City of Russell Springs

P.O. Box 247 • Russell Springs, KY 42642
270-866-3981 • Fax 270-866-3860 • TDD 1-800-247-2510

To: Eddie Brown

From: Terry Russell

The City of Russell Springs had a rate increase on May 16, 2007 to East Casey County Water District. The cost went from \$1.50 per 1000-gallon up to \$1.68 per 1000-gallon And went in effect during the June 2007 billing period. Any further information needed concerning this please give me a call at 270-866-5189.

Thanks,

Terry Russell
Public Works Director
City of Russell Springs

ORDINANCE NO.: 2007-18

AN ORDINANCE OF THE CITY COMMISSION OF THE CITY OF RUSSELL SPRINGS, KENTUCKY MODIFYING RATES AND CHARGES FOR WATER SERVICE PROVIDED BY THE COMBINED AND CONSOLIDATED WATER AND SEWER SYSTEM OF THE CITY.

WHEREAS, the City of Russell Springs, Russell County, Kentucky (the "City") owns and operates a municipal water and sewer system (the "System") and as such must maintain the System and purchase water by contract from outside the System;

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COMMISSION OF THE CITY OF RUSSELL SPRINGS, KENTUCKY:

SECTION 1. NEW WATER RATES. The schedule of rates and charges for the services and facilities furnished by the water system portion of the System is hereby established as follows:

18000 GAL. WAS @ 9.00 \$14.00

**MONTHLY WATER SERVICE PROVIDED
New Water Rates**

		¾meter City	¾meter Outside	1"meter City	1"meter Outside	1½"meter City	1½"meter Outside	2"meter City	2"meter Outside
First	2,000 gallon	9.36	14.36	14.36	17.11	19.86	23.86	28.11	31.11
Next	3,000 gallon	3.18	3.98	3.18	3.98	3.18	3.98	3.18	3.98
Over	5,000 gallon	2.98	3.78	2.98	3.78	2.98	3.78	2.98	3.78

SECTION 2. MINIMUM RATE. The minimum monthly water rate for customers residing within the corporate limits of the City of Russell Springs shall be \$9.36. The minimum monthly rate for customers residing outside the corporate limits of the City of Russell Springs shall be \$14.36.

SECTION 3. WATER WHOLESALE RATE BY CONTRACT. That the schedule of rates for East Casey Water and Adair Water Districts shall be \$1.68 per 1,000 gallons.

SECTION 4. SEWER RATES. The schedule of rates and charges for the services and facilities furnished by the sewer system portion of the System shall remain as established by prior ordinance.

SECTION 5. DATES OF SERVICE. The following dates, penalties and fees shall apply to all water services provided:

- a. All bills shall be due and payable on or before the 15th day of each month.
- b. A late fee of 10% of the customer's bill shall be assessed on the 16th day of each month for any unpaid bills.
- c. Should any water system customer fail to pay their bill on or before the 25th day of each month their water service shall be disconnected on the 26th day of said month or as soon thereafter as System employees are available to do so.