

Green Hills Water District

P.O. BOX 116 ♦ BLEDSOE, KENTUCKY 40810

606-558-3995

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

RECEIVED

JUL 2 8 2011

PUBLIC SERVICE
COMMISSION

RE: Formal Application for Tariff Revisions & to increase certain non-recurring charges.

This is an application to revise a non-recurring charge for the Green Hills Water District. Attached is the non-recurring charge cost justification and the proposed new tariff. Green Hills Water District has not had more than two such filings since our last general rate case.

Green Hills Water District is not requesting a water rate increase at this time. However, increased costs attributable to this non-recurring charge can no longer be absorbed by the District. The customers affected by this increase will be the customers that cause the District to incur these additional expenses. Additionally, we are seeking to increase the cost of the meter tap fee at less than the total cost justification would allow. Our reason for doing so is that our customers would be unable to pay the total increase. We seek to increase our meter connection for a 5/8" meter at \$415.

The additional revenue generated from the proposed tariff revisions does not exceed by five (5) percent the total revenues provided by all miscellaneous and nonrecurring charges for a recent twelve (12) month period.

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.

The District will publish the enclosed public notice of this requested rate revision in the local newspaper for three consecutive weeks. The first notice has already been published and the newspaper ad is enclosed. We will follow up with a filing of the second and third newspaper ads along with an affidavit from the newspaper verifying that the notice was published for three consecutive weeks.

A copy of this application and related filings has been sent to the Office of the Attorney General, State Capitol Building, Suite 118, Frankfort, KY 40601.

Very truly yours,

enclosure

NOTICE

Green Hills Water District proposes to make the following revisions to its schedule of charges. The proposed effective date for the change is _____.

	<u>Current</u>	<u>Proposed</u>	<u>% Change</u>
Connection Fee 5/8 inch meter	\$375.00	\$415.00	10.7%

The rates contained in this notice are the rates proposed by the Green Hills 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.

Any corporation, association, body politic, or person may, by motion within thirty (30) days after publication of this fee change, request leave to intervene; and the motion shall be submitted to the Public Service Commission, Post Office Box 615, Frankfort, KY 40602, and shall set forth the grounds for the request including the status and interest of the party.

Intervenors may obtain copies of the application and related filings by contacting the water association.

The District has available for inspection at its office the proposed changes to its Rules and Regulations. The office is located at Highway 221, Bledsoe, KY 40810.

This notice is published pursuant to 807 KAR 5:011-Tariffs.

Green Hills Water District

**AVERAGE METER CONNECTION EXPENSE
COST JUSTIFICATION**

Name of Utility Green Hills Water District

The following is an itemization of expenses for providing a metered service connection.

A. Meter Size

5/8-Inch 3/4-Inch 1-Inch 1 1/2 -Inch 2-Inch

Other (specify) _____

B. Materials Expense

	<u>Quantity</u>	<u>Unit Cost</u>	<u>Total Cost</u>
1. Water Meter	<u>1</u>	<u>34.50</u>	<u>34.50</u>
2. Meter Yoke	<u>1</u>	<u>124.50</u>	<u>124.50</u>
3. Corporation Stop	<u>1</u>	<u>18.50</u>	<u>18.50</u>
4. Meter Box and Top	<u>1</u>	<u>38.00</u>	<u>38.00</u>
5. Miscellaneous Fittings	<u>1</u>	<u>7.00</u>	<u>7.00</u>
6. Other (Itemize)			
<u>6" Saddle (Pipe)</u>	<u>1</u>	<u>33.45</u>	<u>33.45</u>
<u>3/4" Pressure reducing valve</u>	<u>1</u>	<u>38.00</u>	<u>38.00</u>
_____	_____	_____	_____

TOTAL MATERIALS EXPENSE
(add total cost)

\$293.95

C. Service Pipe Expense

Type of Service Pipe PE Tubing Size of Service Pipe 3/4 CTS

		<u>Quantity</u>	<u>Unit Cost</u>	<u>Total Cost</u>
1.	Short Side Service	<u>25'</u>	<u>\$0.18/ft</u>	<u>\$4.50</u>
2.	Long Side Service	<u>50'</u>	<u>\$0.18/ft</u>	<u>9.00</u>

AVERAGE SERVICE PIPE EXPENSE \$6.75
(add total cost and divide by 2)

D. Installation Labor Expense

		<u>Total Hours</u>	<u>Hourly Rate</u>	<u>Total Cost</u>
1.	Short Side Service	<u>1</u>	<u>28.575</u>	<u>28.58</u>
2.	Long Side Service	<u>2</u>	<u>28.575</u>	<u>57.15</u>

AVERAGE INSTALLATION LABOR EXPENSE \$42.86
(add total cost and divide by 2)

E. Installation Equipment Expense

		<u>Total Hours</u>	<u>Hourly Rate</u>	<u>Total Cost</u>
1.	Short Side Service	<u>1</u>	<u>28.575</u>	<u>28.58</u>
2.	Long Side Service	<u>2</u>	<u>28.575</u>	<u>57.15</u>

AVERAGE INSTALLATION EQUIPMENT EXPENSE \$42.86
(add total cost and divide by 2)

F. Installation Miscellaneous Expense

	<u>Total Hours</u>	<u>Hourly Rate</u>	<u>Total Cost</u>
1. Inspection	<u>0.5</u>	<u>28.575</u>	<u>14.38</u>
2. Site Clean-Up	<u>0.5</u>	<u>28.575</u>	<u>14.38</u>
3. Other			
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

AVERAGE INSTALLATION MISCELLANEOUS EXPENSE \$ 28.76
(add total cost)

G. Overhead Expense

1. Installation expense (\$415.18) times
overhead rate (10%) \$ 41.52

H. Administrative Expense

1. Office expense for establishing a new account
and billing record. \$ 20.00

I. Total Expenses

Materials Expense	<u>\$ 293.95</u>
Service Pipe Expense	<u>6.75</u>
Installation Labor Expense	<u>42.86</u>
Installation Equipment Expense	<u>42.86</u>
Installation Miscellaneous Expense	<u>28.76</u>
Overhead Expense	<u>41.52</u>
Administrative Expense	<u>20.00</u>

TOTAL CONNECTION EXPENSE \$ 476.70

FOR Bledsoe, Harlan County, Kentucky
Community, Town or City

P.S.C. KY. NO. _____

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

Green Hills Water District
(Name of Utility)

SHEET NO. _____

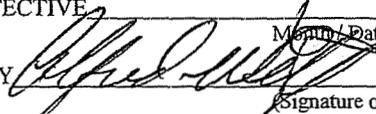
RATES

C. METER CONNECTION/TAP ON CHARGES:

5/8 Inch X 3/4 Inch \$375.00 \$415.00

DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY  6-13-07
(Signature of Officer)

TITLE _____

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

FOR Bledsoe, Harlan County, Kentucky
Community, Town or City

P.S.C. KY. NO. _____

Green Hills Water District
(Name of Utility)

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

SHEET NO.

RATES

C. METER CONNECTION/TAP ON CHARGES:

5/8 Inch X 3/4 Inch

\$415.00

DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY *Alfred White* 6-13-07
(Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

