April 25, 2008

2008-165

RECEIVED

MAY 5 2008

PUBLIC SERVICE COMMISSION

Helen Helton, Executive Director KY Public Service Commission PO Box 615 Frankfort, KY 40602

Dear Ms. Helton:

RE: Formal Application for Tariff Revision

This is an application for non-recurring charges and tariff revision for the Muhlenberg County Water District No. 3, P.O. Box 67, Bremen, KY 42325. Attached is the non-recurring cost justification and the proposed new tariff.

Muhlenberg County Water District No. 3 is not requesting a water rate increase at this time. However, increased costs attributable to certain non-recurring charges can no longer be absorbed by the District. The customers affected by these increases will be the customers that cause the District to incur these additional expenses. Proposed tariff sheet is attached.

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 has published a public notice of the requested rate revision in the local newspaper. You will find a copy of this publication notice enclosed.

A copy of this application and related filings has been sent to the Office of the Attorney General, State Capitol Building, Suite 116, Frankfort, KY 40601.

Sincerely,

Muhlenberg County Water District No. 3

Raymond Ellison

Enclosure

Office of Attorney General The Capitol, Suite 118 Frankfort, KY 40601

Dear Sir:

RE: Formal Application for Tariff Revisions

This filing shall serve notice that Muhlenberg County Water District No. 3 has filed an application with the Public Service commission to revise its tariff and adjust certain non-recurring charges.

Muhlenberg County Water District No. 3 is not requesting a water rate increase at this time. However, the District can no longer absorb increased costs attributable to certain non-recurring charges. The customers affected by these increases will be the customers that cause the District to incur these additional expenses. Proposed tariff sheet is attached.

The District will publish a public notice of this requested rate revision in the local newspaper for three consecutive weeks. You will find a copy of this publication notice enclosed.

Yours truly,

Muhlenberg County Water District No. 3

Raymod Ellison

Enclosure

| | FORMuhlenberg County |
|--|---|
| | Community, Town or City |
| | PSC KY.NO |
| | SHEET NO |
| | CANCELLING P.S.C. KY.NO |
| _Muhlenberg County Water District #3 | SHEET NO |
| NAME OF UTILITY | |
| | |
| CREDIT/DEBIT CARDS: | |
| All customers may pay their bill by credit or debit card. This me at the utility office or by telephone. | thod of payment may be made in person |
| If on the bill due date an attempt to pay the credit card or debit any reason, payment is still due in full on that date and will be of charges and penalties will be applied. If a customer is paying or denied, the same rules as above apply, in addition to service be | considered late after that date. All late nour disconnect day and the card is |
| When a customer makes a payment by credit card, the utility will assess a fee equal to that charged to the utility by the credit or debit card processing company to process the transaction. This fee is generally calculated using a formula applied to the balance of the amount charged to the credit or debit account but may be a flat fee per transaction. Prior to processing the transaction, the customer will be informed of the fee amount and, upon request by the customer, the formula employed to arrive at this fee amount. | |
| DATE OF ISSUE | |
| DATE EFFECTIVE | |
| ISSUED BY Raymond Ellison | |
| ISSUED BY Raymond Ellison TITLE Wannan | |
| BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION IN CASE NO | |
| DATED | |

NOTICE

Muhlenberg County Water District No. 3 proposes to make the following revision to its schedule of charges. The proposed effective date for the charge is 1June 2008.

Non-Recurring Charges:

All customers may pay their bill by credit or debit card. This method of payment may be made in person at the utility office or by telephone. If on the bill due date an attempt to pay the credit card or debit card is made and the card is declined for any reason, payment is still due in full on that date and will be considered late after that date. All late charges and penalties will be applied. If a customer is paying on our disconnect day and the card is denied, the same rules as above apply, in addition to service being disconnected. When a customer makes a payment by credit card, the utility will assess a fee equal to that charged to the utility by the credit or debit card processing company to process the transaction. This fee is generally calculated using a formula applied to the balance of the amount charged to the credit or debit account but may be a flat fee per transaction. Prior to processing the transaction, the customer will be informed of the fee amount and, upon request by the customer, the formula employed to arrive at this fee amount.

The fees contained in this notice are the fees proposed by the Muhlenberg County Water District No. 3. However, the Public Service Commission may order fees to be charged that differ from this proposed fee. Such action may result in fees for consumers other than the fee 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, PO 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 at no cost by contacting the water district.

Muhlenberg County Water district No.3 has available for inspection at its office the proposed change to its Rules and Regulations. The office is located at 4789 Main Street, Bremen, KY 42325.

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

Muhlenberg County Water District No. 3