



Steven L. Beshear
Governor

Leonard K. Peters
Secretary
Energy and Environment Cabinet

Commonwealth of Kentucky
Public Service Commission
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David L. Armstrong
Chairman

James W. Gardner
Vice Chairman

Charles R. Borders
Commissioner

December 7, 2010

Damon R. Talley, Esq.
Damon R. Talley, P.S.C.
P.O. BOX 150
Hodgenville, Kentucky 42748

Re: Case No. 2010-00457
Larue County Water District

Dear Mr. Talley:

Enclosed electronic mail message has placed it in the record of the above-referenced case.

Sincerely,

A handwritten signature in black ink, appearing to read "Jeff Derouen".

Jeff Derouen
Executive Director

Enclosure
gw

Wuetcher, Jerry (PSC)

From: DAMON TALLEY, PSC [drtalley@windstream.net]
Sent: Friday, December 03, 2010 14:41
To: Wuetcher, Jerry (PSC)
Cc: Beavers, Eddie (PSC)
Subject: Re: Case No. 2010-00457
Attachments: Resolution PWA - executed.pdf

Jerry,

Attached is the Resolution which was adopted by the LaRue County Water District No. 1 on 11-8-10.

Do I need to mail the original and 10 copies to the PSC? Please advise.

If you have any questions, please let me know.

DAMON R. TALLEY
DAMON R. TALLEY, P.S.C.
PO BOX 150
HODGENVILLE, KY 42748
FAX: (270) 358-9560
PHONE: (270) 358-3187
drtalley@windstream.net

----- Original Message -----

From: [Wuetcher, Jerry \(PSC\)](#)
To: [DAMON TALLEY, PSC](#)
Cc: [Beavers, Eddie \(PSC\)](#)
Sent: Wednesday, December 01, 2010 1:43 PM
Subject: Case No. 2010-00457

Mr. Talley:

On 8 November 2010 LaRue County Water District adjusted its rates commensurate with an increase from Green River Valley Water District. Commission staff is reviewing LaRue District's application for a purchased water adjustment and respectfully requests some evidence that LaRue District placed the proposed rates into effect on that date. The minutes of the meeting of the water district's Board of Commissioners in which the adjustment was approved is sufficient.

If you have any questions, please contact me.

Sincerely,

Gerald E. Wuetcher
Executive Advisor
Public Service Commission of Kentucky
(502) 564-3940, Extension 259
(502) 229-6500 (cell)
gerald.wuetcher@ky.gov

**A RESOLUTION OF THE BOARD OF COMMISSIONERS
OF THE LARUE COUNTY WATER DISTRICT NO. 1
ADJUSTING WATER RATES AND CHARGES
TO OFFSET THE GREEN RIVER VALLEY
WATER DISTRICT WHOLESALE RATE INCREASE**

WHEREAS, the Green River Valley Water District (“Green River”) is LaRue County Water District No. 1’s (“District”) primary wholesale water provider;

WHEREAS, on November 5, 2010, the Kentucky Public Service Commission (“PSC”) approved Green River’s request to increase its wholesale water rate from \$1.58 to \$2.14 per 1,000 gallons (See PSC Case No. 2010-00354);

WHEREAS, based upon the water purchases from Green River during the previous 12 months, the annual increased cost to the District will be approximately \$49,000;

WHEREAS, prudent financial management dictates that the District take immediate action to adjust its retail rates commensurate with Green River’s wholesale rate increase; and

WHEREAS, KRS 278.015 and 807 KAR 5:068 provide the legal mechanism for the District to increase its water rates commensurate with Green River’s wholesale rate increase via a Purchased Water Adjustment (“PWA”);

NOW, THEREFORE, IT IS HEREBY RESOLVED BY THE BOARD OF COMMISSIONERS OF LARUE COUNTY WATER DISTRICT NO. 1 AS FOLLOWS:

Section 1. The facts, recitals and statements contained in the foregoing preamble of this Resolution are true and correct and are hereby affirmed and incorporated as a part of this Resolution.

Section 2. The PWA factor is \$0.29 per 1,000 gallons;

Section 3. All tiers of all meter sizes of the District's existing tariff shall be increased by \$0.29 per 1,000 gallons, effective immediately.

Section 4. The monthly water rates to be charged to and collected from the customers and users of the water system (the "System") of the District shall be as set forth in **Appendix A**, which is attached hereto and is incorporated herein by reference as a part of this Resolution. These monthly rates and charges shall be in effect for all water service rendered on and after November 8, 2010.

Section 5. The Chairman is hereby authorized and directed to execute and file the PWA Application, Tariff Sheet and all other documents that may be required by the PSC.

Section 6. The Chairman, all appropriate District Staff and the District's attorney are hereby further authorized and directed to take any and all other actions and to execute and deliver any and all other documents as may be reasonably necessary to implement the PWA.

Section 7. This Resolution shall take effect upon its adoption.

ADOPTED BY THE COMMISSION OF LARUE COUNTY WATER DISTRICT NO. 1 at a meeting held on November 8, 2010, signed by the Chairman and attested by the Secretary.

ATTEST:



CHAIRMAN

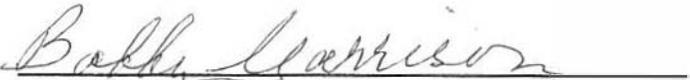


SECRETARY

CERTIFICATION

I, Secretary of the LaRue County Water District No. 1 (the "District"), do hereby certify that the foregoing is a true copy of a Resolution duly adopted by the Commission of the District at a meeting properly held on November 8, 2010, signed by the Chairman of the Commission, attested by me as Secretary and now in full force and effect.

WITNESS my hand this 8th day of November, 2010.


SECRETARY

Appendix A

FOR Entire Service Area
Community, Town or City

P.S.C. KY. NO. _____

Ninth Revised SHEET NO. 1

LaRue County Water District No. 1.
(Name of Utility)

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

Eighth Revised SHEET NO. 1

RATES AND CHARGES

Monthly Water Rates

5/8" x 3/4" Meter

First	1,000 gallons	\$12.79 Minimum Bill
Next	4,000 gallons	5.69 per 1,000 gallons
Next	5,000 gallons	5.04 per 1,000 gallons
Over	10,000 gallons	4.04 per 1,000 gallons

3/4" Meter

First	3,000 gallons	\$24.17 Minimum Bill
Next	2,000 gallons	5.69 per 1,000 gallons
Next	5,000 gallons	5.04 per 1,000 gallons
Over	10,000 gallons	4.04 per 1,000 gallons

1" Meter

First	5,000 gallons	\$35.55 Minimum Bill
Next	5,000 gallons	5.04 per 1,000 gallons
Over	10,000 gallons	4.04 per 1,000 gallons

1 1/2" Meter

First	10,000 gallons	\$60.75 Minimum Bill
Over	10,000 gallons	4.04 per 1,000 gallons

2" Meter

First	20,000 gallons	\$101.15 Minimum Bill
Over	20,000 gallons	4.04 per 1,000 gallons

DATE OF ISSUE November 8, 2010
Month / Date / Year

DATE EFFECTIVE November 8, 2010
Month / Date / Year

ISSUED BY John Maurice Deter
(Signature of Officer)

TITLE CHAIRMAN

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