

**CANNONSBURG WATER DISTRICT**  
1606 CANNONSBURG ROAD  
ASHLAND, KY 41102  
606-928-9808  
FAX# 606-928-4788

RECEIVED  
DEC 09 2010  
PUBLIC SERVICE  
COMMISSION

NOVEMBER 29, 2010

PUBLIC SERVICE COMMISSION  
P O BOX 615  
FRANKFORT, KY 40602

RE: PURCHASE WATER ADJUSTMENT

Please find enclosed the information requested for Purchased Water Adjustment for our Water District. We have been notified by the City of Ashland that intend to increase our purchased water rate from \$2.01 to \$2.12 per 1000 gallons. This would become effective for all water that will pass through the meter on or after January 1, 2011.

Please contact me should you have any questions.

Sincerely,



Danny R. Clarkston  
Manager

DRC/sph  
enclosures

An Equal Opportunity Employer M/F/D

FOR ENTIRE AREA SERVED \_\_\_\_\_

P.S.C. KY. NO. 1 \_\_\_\_\_

Original \_\_\_\_\_ SHEET NO. \_\_\_\_\_

CANCELLING P.S.C. KY. NO. \_\_\_\_\_

CANNONBURG WATER DISTRICT

\_\_\_\_\_ SHEET NO. \_\_\_\_\_

RATES AND CHARGES

**5/8"x 3/4" Meter**

First	2,000 gallons	\$16.92 Minimum Bill
Next	3,000 gallons	6.36 per 1,000 gallons
Next	15,000 gallons	5.98 per 1,000 gallons
Next	30,000 gallons	5.60 per 1,000 gallons
Next	50,000 gallons	5.23 per 1,000 gallons
Over	100,000 gallons	4.83 per 1,000 gallons

**1 1/2" Meter**

First	5,000 gallons	\$36.00 Minimum Bill
Next	15,000 gallons	5.98 per 1,000 gallons
Next	30,000 gallons	5.60 per 1,000 gallons
Next	50,000 gallons	5.23 per 1,000 gallons
Over	100,000 gallons	4.83 per 1,000 gallons

**2" & 3" Meter**

First	20,000 gallons	\$125.70 Minimum Bill
Next	30,000 gallons	5.60 per 1,000 gallons
Next	50,000 gallons	5.23 per 1,000 gallons
Over	100,000 gallons	4.83 per 1,000 gallons

**6" Meter**

First	50,000 gallons	\$293.70 Minimum Bill
Next	50,000 gallons	5.23 per 1,000 gallons
Over	100,000 gallons	4.83 per 1,000 gallons

**12" Meter**

First	100,000 gallons	\$558.80 Minimum Bill
Over	100,000 gallons	4.83 per 1,000 gallons

Rates Based on Monthly Consumption and Calculated Per 100 Gallons

DATE OF ISSUE NOVEMBER 29, 2010  
MONTH / DATE. / YEAR

DATE EFFECTIVE JANUARY 1, 2011  
MONTH / DATE / YEAR

ISSUED BY *Sue Reed*  
(SIGNATURE OF OFFICER)

TITLE Treasurer

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

For ENTIRE AREA SERVED  
Community, Town or City

P.S.C. KY. NO. 1

ORIGINAL Sheet No. 9

CANNONSBURG WATER DISTRICT  
(Name of Utility)

Canceling P.S.C. KY. NO. \_\_\_\_\_

Sheet No. \_\_\_\_\_

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**RATES AND CHARGES**

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**E. PURCHASED WATER RATES**

**RATE**

CITY OF ASHLAND

\$2.12 PER 1000/GAL

BIG SANDY WATER DISTRICT

\$2.19 PER 1000/GAL

**F. WHOLESALE WATER SALES**

BIG SANDY WATER DISTRICT

\$2.66 PER 1000/GAL

CITY OF GREENUP CO.

\$2.66 PER 1000/GAL

**F. LEAK ADJUSTMENT RATE**

\$2.28 PER 1000/GAL

Date of Issue November 29, 2010  
Month/Date/Year

Date Effective January 1, 2011  
Month/Date/Year

Issued by *Sue Reed*  
Signature of officer

Title TREASURER

By Authority of Order of the Public Service Commission

In case no. \_\_\_\_\_ Dated \_\_\_\_\_

WATER PURCHASED FROM CITY OF ASHLAND

<u>BILLING</u>	<u>GALLONS</u>
SEPTEMBER '09	42,203,000
OCTOBER '09	39,840,000
NOVEMBER '09	38,664,000
DECEMBER '09	49,717,000
JANUARY '10	44,697,000
FEBURARY '10	49,797,000
MARCH '10	40,733,000
APRIL '10	41,615,000
MAY '10	39,645,000
JUNE '10	47,640,000
JULY '10	44,064,000
AUGUST '10	<u>50,431,000</u>
TOTAL	529,046,000 GALLONS

WATER PURCHASED FROM BIG SANDY WATER DISTRICT

<u>BILLING</u>	<u>GALLONS</u>
SEPTEMBER '09	160,200
OCTOBER '09	180,700
NOVEMBER '09	436,500
DECEMBER '09	222,400
JANUARY '10	109,600
FEBRUARY '10	102,500
MARCH '10	147,400
APRIL '10	127,100
MAY '10	132,100
JUNE '10	245,400
JULY '10	453,100
AUGUST '10	443,100
TOTAL	2,760,100

WATER SOLD

<u>BILLING</u>	<u>GALLONS</u>
SEPTEMBER '09	26,513,400
OCTOBER '09	25,149,000
NOVEMBER '09	26,286,200
DECEMBER '09	33,091,800
JANUARY '10	32,387,000
FEBRUARY '10	30,713,400
MARCH '10	21,813,700
APRIL '10	29,826,800
MAY '10	30,545,600
JUNE '10	32,047,900
JULY '10	36,597,400
AUGUST '10	<u>40,407,200</u>
TOTAL	365,379,400

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

Name of Utility	<b>CANNONSBURG WATER DISTRICT</b>	
Date	<b>NOVEMBER 29, 2010</b>	
Address	<b>1606 CANNONSBURG ROAD</b>	
City, State, Zip	<b>ASHLAND, KY 41102</b>	
Telephone Number	<b>606-928-9808</b>	

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 schedule must be shown. Attach additional sheets if necessary.



<b>Supplier(s)</b>	<b>Base Rate</b>	<b>Changed Rate</b>
<b>CITY OF ASHLAND</b>	<b>\$2.01 PER 1000 GAL</b>	<b>\$2.12 PER 1000 GAL</b>
<b>BIG SANDY WATER DIST</b>	<b>\$1.95 PER 1000 GAL</b>	<b>\$1.95 PER 1000 GAL</b>

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	<b>SEPTEMBER 2009</b>	through	<b>AUGUST 2010</b>
	(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
<b>CITY OF ASHLAND</b>	<b>529,046,000</b>
<b>BIG SANDY WATER DISTRICT</b>	<b>2,760,100</b>
<b>TOTAL PURCHASES</b>	<b>531,806,100</b>
4. Total sales for the 12 month period	<b>365,379,400</b>
5. Increased water cost	<b>\$58,195.06</b>
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.	
6. Purchased water adjustment factor	<b>.16</b>
The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold.	
<b>Note:</b> 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	<b>JANUARY 1, 2011</b>
	
Signature of Utility Officer	
	
Title	

sharon

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From: "Danny Clarkston" <danny@cannonsburgwater.com>  
To: "Sharon" <sharon@cannonsburgwater.com>  
Sent: Tuesday, November 23, 2010 9:57 AM  
Attach: 2011-Nov 17\_Customer Notice pdf, ACKNOWLEDGEMENT OF RECEIPT pdf, Signed Letter to Cannonsburg pdf, Signed PSC Cover Letter pdf, 2011-Nov 17\_Tariff Page pdf  
Subject: Fw: Wholesale Water Rate Increase

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

From: [Ryan Eastwood](#)  
To: [Clarkston, Danny](#)  
Cc: 'Kandi Hale'; 'Contact'  
Sent: Wednesday, November 17, 2010 10:34 AM  
Subject: Wholesale Water Rate Increase

Danny,

As we discussed earlier, here are all the documents regarding the increase in wholesale water service effective January 1, 2011. Please complete the acknowledgement form and return it to my attention at your earliest convenience. Please do not hesitate to contact me if you have any questions. Thanks.

**Ryan S. Eastwood, P.E.**

*Director of Engineering and Utilities*

**City of Ashland, Kentucky**

P.O. Box 1839

1700 Greenup Avenue

Suite 408

Ashland, KY 41105

Phone: (606) 327-2008

Fax: (606) 327-2060

Email: [reastwood@ashlandky.org](mailto:reastwood@ashlandky.org)



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No virus found in this incoming message.

Checked by AVG - [www.avg.com](http://www.avg.com)

Version: 9.0.869 / Virus Database: 271.1.1/3273 - Release Date: 11/22/10 14:44:00



## NOTICE

The City of Ashland has filed a proposed rate schedule with the Public Service Commission which will increase the rate for water service provided as follows:

	<u>Current Rate</u>	<u>Proposed Rate</u>	<u>% Increase</u>
Cannonsburg Water District	\$2.01 per 1000 gallons	\$2.12 per 1000 gallons	5.6%

The proposed effective date is January 1, 2011. Water flowing through the meter(s) before the effective date will be charged at the current rate. Water flowing through the meter(s) on and after the effective date will be charged at the new proposed rate.

The rates contained in this notice are the rates proposed by the City of Ashland. However, the Public Service Commission may order rates to be charged that differ from the proposed rates contained in this notice.

Any corporation, association, or person with a substantial interest in the matter may, by written request, within thirty (30) days after publication or mailing of this notice of the proposed rate changes request to intervene. Intervention may be granted beyond the thirty (30) day period for good cause shown.

Any person who has been granted intervention by the Public Service Commission may obtain copies of the rate application and any other filings made by the utility by contacting Ryan S. Eastwood, P.E., City of Ashland, 1700 Greenup Avenue, Ashland, Kentucky 41105-1839; telephone 606-327-2008.

Any person may examine the rate application and other filings made by visiting the offices of the City of Ashland at 1700 Greenup Avenue in Ashland, Kentucky, or by contacting the Public Service Commission at 211 Sower Boulevard in Frankfort, Kentucky; telephone 502-564-3940.



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## Engineering & Utilities

P O Box 1839  
Ashland, KY 41105-1839

Phone: (606) 327-2008  
Fax: (606) 327-2060

November 17, 2010

Mr. Danny Clarkson  
Manager  
Cannonsburg Water District  
1606 Cannonsburg Road  
Ashland, KY 41102

RE: Wholesale Water Rate Adjustment for Cannonsburg Water District

Dear Mr. Clarkson:

The City of Ashland is proposing an increase in the rate to wholesale water purchasers. The increase from \$2.01 / thousand gallons to \$2.12 / thousand gallons becomes effective January 1, 2011 to all wholesale water purchasers from The City of Ashland including Cannonsburg Water District, therefore all water passing through the meter on or after January 1, 2011, shall be billed at the new rate.

Please respond indicating that you have received this letter. Please do not hesitate to contact me should you have any questions regarding this filing.

Sincerely,  
CITY OF ASHLAND KENTUCKY

Ryan S. Eastwood, P.E.  
Director of Engineering and Utilities

Enclosure(s)

cc: File



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## Engineering & Utilities

P.O. Box 1839  
Ashland, KY 41105-1839

Phone: (606) 327-2008  
Fax: (606) 327-2060

November 17, 2010

Mr. Jeff Derouen  
Executive Director  
Public Service Commission  
211 Sower Boulevard  
Frankfort, KY 40601

RE: Wholesale Water Rate Adjustment for Cannonsburg Water District

Dear Mr. Derouen:

Please consider this official notice that the City of Ashland proposes to adjust its wholesale water rate for service provided to Cannonsburg Water District. As allowed under KRS 278.180, it is respectfully requested that the rates be permitted to become effective on a 20-day notice. Therefore the rate would increase from \$2.01 / thousand gallons to \$2.12 / thousand gallons. The change would become effective for all flow through the meter on or after January 1, 2011.

Enclosed is (1) a proposed tariff sheet with an effective date of January 1, 2011 and (2) a copy of the letter and notice to Cannonsburg Water District.

Please contact me should you have any questions regarding this filing.

Sincerely;  
CITY OF ASHLAND KENTUCKY

Ryan S. Eastwood, P.E.  
Director of Engineering and Utilities

Enclosure(s)

cc: File