

**Lyon County Water District**

5464 US Highway 62 West, Kuttawa, KY 42055

Ph. (270) 388-0271/Fax (270) 388-9825

Jeff Derouen  
Executive Director  
KY Public Service Commission  
PO Box 615  
Frankfort, KY 40602

RECEIVED  
JUL 15 2011  
PUBLIC SERVICE  
COMMISSION

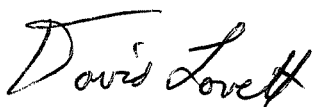
RE: Formal Application for a Purchased Water Adjustment

This is an application for a purchased water rate adjustment for the Lyon County Water District. The adjustment is necessary to recover an increase in the cost of water attributable to our supplier's new wholesale rates.

The district will publish the enclosed public notice of the requested rate revisions in the local newspaper. In accordance with PSC rules and regulations, the notice will be published before the new bills are issued and will be published one time. A copy of the newspaper notice and an affidavit verifying publication will be forwarded to you upon publication.

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.

Sincerely,



Lyon County Water District  
enclosure

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

<b>Name of Utility</b>	Lyon County Water District
<b>Date</b>	July 13, 2011
<b>Address</b>	PO Box 489, 5464 US Hwy 62 West
<b>City, State, Zip</b>	Kuttawa, KY 42055
<b>Telephone Number</b>	270-388-0271

**1.a.**

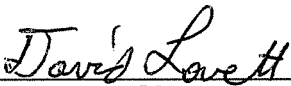
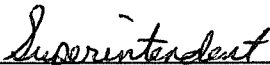
<b>Supplier(s)</b>	<b>Base Rate</b>	<b>Changed Rate</b>
Princeton	2.37	2.71
Kuttawa	2.19	
Crittenden-Livingston	2.20	
Eddyville	3.50	
Barkley Lake	1.65	2.23

**1.b. Attach a copy of each of the supplier's notice of the effective date of the increase.**

**2. Twelve-month period upon which the purchased water adjustment is based.  
This twelve-month period must end within 90 days of this filing.**

<b>From</b>	June 2010	<b>through</b>	May 2011
	(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
Princeton	55,220,568
Kuttawa	47,872,100
Crittenden-Livingston	13,546,460
Eddyville	7,757,000
Barkley Lake	379,400
<b>TOTAL PURCHASES</b>	124,775,528
4. Total gallons sold for the 12 month period	94,300,300
5. Increased water cost	\$18,995.05
6. Purchased water adjustment factor	\$0.21
The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold.	
<p><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.</p>	
7. Proposed effective date	August 1, 2011
	
Signature of Utility Officer	
	
Title	

## NOTICE

Due to a rate increase from the Princeton Water and Wastewater Commission and Lake Barkley Water District, notice is hereby given that Lyon County Water District has filed an application for a Purchased Water Adjustment with the Kentucky Public Service Commission for the purpose of adjusting its water rates. Customer rates will increase by \$0.21 per 1,000 gallons used. The proposed change will be effective for service rendered on and after August 1, 2011.

### Monthly Rate:

		<u>Current</u>	<u>Proposed</u>	<u>% Increase</u>
<u>5/8" x 3/4" Meter</u>				
First	2,000 Gallons	\$19.12	\$19.54	2.20%
Next	3,000 Gallons	8.05	8.26	2.61%
Next	5,000 Gallons	6.02	6.23	3.49%
Next	10,000 Gallons	3.99	4.20	5.26%
Over	20,000 Gallons	3.49	3.70	6.02%

### 3/4" Meter

First	4,000 Gallons	\$24.82	\$25.66	3.38%
Next	1,000 Gallons	5.68	5.89	3.70%
Next	5,000 Gallons	4.28	4.49	4.91%
Next	10,000 Gallons	2.88	3.09	7.29%
Over	20,000 Gallons	2.53	2.74	8.30%

### 1" Meter

First	15,000 Gallons	\$75.44	\$78.59	4.18%
Next	10,000 Gallons	3.26	3.47	6.44%
Over	20,000 Gallons	2.86	3.07	7.34%

### 1 1/2" Meter

First	25,000 Gallons	\$106.00	\$111.25	4.95%
Over	25,000 Gallons	2.86	3.07	7.34%

### 2" Meter

First	45,000 Gallons	\$163.11	\$172.56	5.79%
Over	45,000 Gallons	2.86	3.07	7.34%

The monthly bill for a customer using an average of 5,000 gallons per month will increase \$1.05 from \$43.27 to \$44.32 or 2.43%.

The rates contained in this notice are the rates proposed by Lyon County 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.

Lyon County Water District has available for inspection at its office the application submitted to the Public Service Commission. The office is located at 5464 US Highway 62 West, Kuttawa, KY 42055.

Lyon County Water District

FOR Lyon County, Kentucky

P.S.C. KY. NO. 1

2<sup>nd</sup> Revised SHEET NO. 1

CANCELLING P.S.C. KY. NO. 1

1<sup>st</sup> Revised SHEET NO. 1

Lyon County Water District  
(Name of Utility)

**RATES**

**MONTHLY RATES:**

**5/8" Meter**

First	2,000 Gallons	\$19.54	Minimum Bill
Next	3,000 Gallons	8.26	per 1000 gallons
Next	5,000 Gallons	6.23	per 1000 gallons
Next	10,000 Gallons	4.20	per 1000 gallons
Over	20,000 Gallons	3.70	per 1000 gallons

**3/4" Meter**

First	4,000 Gallons	\$25.66	Minimum Bill
Next	1,000 Gallons	5.89	per 1000 gallons
Next	5,000 Gallons	4.49	per 1000 gallons
Next	10,000 Gallons	3.09	per 1000 gallons
Over	20,000 Gallons	2.74	per 1000 gallons

**1" Meter**

First	15,000 Gallons	\$78.59	Minimum Bill
Next	5,000 Gallons	3.47	per 1000 gallons
Over	20,000 Gallons	3.07	per 1000 gallons

**1 1/2" Meter**

First	25,000 Gallons	\$111.25	Minimum Bill
Over	25,000 Gallons	3.07	per 1000 gallons

**2" Meter**

First	45,000 Gallons	\$172.56	Minimum Bill
Over	45,000 Gallons	3.07	per 1000 gallons

DATE OF ISSUE \_\_\_\_\_  
Month / Date / Year

DATE EFFECTIVE \_\_\_\_\_  
Month / Date / Year

ISSUED BY David Lovett  
(Signature of Officer)

TITLE Superintendent

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. \_\_\_\_\_ DATED \_\_\_\_\_