

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

AUGUST 26, 2011

PUBLIC SERVICE COMMISSION  
P O BOX 615  
FRANKFORT, KY 40602

**RECEIVED**  
AUG 30 2011  
PUBLIC SERVICE  
COMMISSION

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 they intend to increase our purchased water rate from \$2.12 to \$2.33 per 1000 gallons. This would become effective for all water that will pass through the meter on or after October 1, 2011.

Please contact me should you have any questions.

Sincerely,



Danny R. Clarkston  
Manager

DRC/sph  
enclosures

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

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

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

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

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

CANNONBURG WATER DISTRICT

RATES AND CHARGES

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

First	2,000 gallons	\$17.48 Minimum Bill
Next	3,000 gallons	6.64 per 1,000 gallons
Next	15,000 gallons	6.26 per 1,000 gallons
Next	30,000 gallons	5.88 per 1,000 gallons
Next	50,000 gallons	5.51 per 1,000 gallons
Over	100,000 gallons	5.11 per 1,000 gallons

**1 1/2" Meter**

Frist	5,000 gallons	\$37.40 Minimum Bill
Next	15,000 gallons	6.26 per 1,000 gallons
Next	30,000 gallons	5.88 per 1,000 gallons
Next	50,000 gallons	5.51 per 1,000 gallons
Over	100,000 gallons	5.11 per 1,000 gallons

**2" & 3" Meter**

Frist	20,000 gallons	\$131.30 Minimum Bill
Next	30,000 gallons	5.88 per 1,000 gallons
Next	50,000 gallons	5.51 per 1,000 gallons
Over	100,000 gallons	5.11 per 1,000 gallons

**6" Meter**

First	50,000 gallons	\$307.70 Minimum Bill
Next	50,000 gallons	5.51 per 1,000 gallons
Over	100,000 gallons	5.11 per 1,000 gallons

**12" Meter**

Frist	100,000 gallons	\$583.28 Minimum Bill
Over	100,000 gallons	5.11 per 1,000 gallons

Rates Based on Monthly Consumption and Calculated Per 100 Gallons

DATE OF ISSUE AUGUST 26, 2011  
MONTH / DATE / YEAR

DATE EFFECTIVE OCTOBER 1, 2011  
MONTH / DATE / YEAR

ISSUED BY *Steve Reed*  
(SIGNATURE OF OFFICER)

TITTLE 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>
AUGUST '10	51,322,000
SEPTEMBER '10	46,758,000
OCTOBER '10	44,664,000
NOVEMBER '10	44,869,000
DECEMBER '10	36,133,000
JANUARY '11	57,236,000
FEBURARY '11	48,930,000
MARCH '11	43,130,000
APRIL '11	46,277,000
MAY '11	47,615,000
JUNE '11	41,088,000
JULY '11	<u>45,044,000</u>

TOTAL 553,066,000 GALLONS

WATER PURCHASED FROM BIG SANDY WATER DISTRICT

<u>BILLING</u>	<u>GALLONS</u>
AUGUST '10	453,100
SEPTEMBER '10	443,100
OCTOBER '10	457,200
NOVEMBER '10	175,200
DECEMBER '10	204,400
JANUARY '11	357,800
FEBRUARY '11	125,900
MARCH '11	249,000
APRIL '11	150,000
MAY '11	136,100
JUNE '11	161,800
JULY '11	<u>156,900</u>

TOTAL 3,070,500

WATER SOLD

<u>BILLING</u>	<u>GALLONS</u>
AUGUST '10	40,407,200
SEPTEMBER '10	32,169,400
OCTOBER '10	33,091,200
NOVEMBER '10	33,615,900
DECEMBER '10	29,749,600
JANUARY '11	43,194,300
FEBRUARY '11	33,031,100
MARCH '11	31,089,600
APRIL '11	26,933,200
MAY '11	31,037,000
JUNE '11	32,309,900
JULY '11	41,408,300
TOTAL	408,036,700

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 \$2.33 PER 1000/GAL  
BIG SANDY WATER DISTRICT \$2.44 PER 1000/GAL

**F. WHOLESALE WATER SALES**

BIG SANDY WATER DISTRICT \$2.94 PER 1000/GAL  
CITY OF GREENUP CO. \$2.94 PER 1000/GAL

**F. LEAK ADJUSTMENT RATE**

\$2.63 PER 1000/GAL

Date of Issue AUGUST 26, 2011  
Month/Date/Year

Date Effective OCTOBER 1, 2011  
Month/Date/Year

Issued by *Dee Reed*  
Signature of officer

Title TREASURER

By Authority of Order of the Public Service Commission

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

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

Name of Utility	CANNONSBURG WATER DISTRICT	
Date	AUGUST 26, 2011	
Address	1606 CANNONSBURG ROAD	
City, State, Zip	ASHLAND, KY 41102	
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.

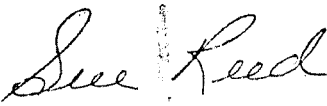
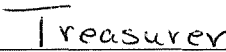
Supplier(s)	Base Rate	Changed Rate
CITY OF ASHLAND	<b>\$2.12 PER 1000 GALLONS</b>	<b>\$2.33 PER 1000 GALLONS</b>
BIG SANDY WATER DIST	<b>\$2.44 PER 1000 GALLONS</b>	<b>\$2.44 PER 1000 GALLONS</b>

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	AUGUST 2010	through	JULY 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
CITY OF ASHLAND	553,066,000
BIG SANDY WATER DISTRICT	3,070,500
<b>TOTAL PURCHASES</b>	<b>556,136,500</b>
4. Total gallons sold for the 12 month period	408,036,700
5. Increased water cost	\$116,143.86
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.	
6. Purchased water adjustment factor	.28
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	OCTOBER 1, 2011
	
Signature of Utility Officer	
	
Title	

**Ashland**  
A Proud Past. A Bright Future.

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**Engineering & Utilities**

P O Box 1839  
Ashland, KY 41105-1839

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

August 15, 2011

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 \$2.12 / thousand gallons to \$2.33 / thousand gallons becomes effective October 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 October 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

August 15, 2011

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. Therefore the rate would increase from \$2.12 / thousand gallons to \$2.33 / thousand gallons. The change would become effective for all flow through the meter on or after October 1, 2011.

Enclosed is (1) a proposed tariff sheet with an effective date of October 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

## 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	\$2.12 per 1000 gallons	\$2.33 per 1000 gallons	9.9%

The proposed effective date is October 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.

FOR Boyd County, Kentucky  
Community, Town or City

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

City of Ashland, Kentucky  
(Name of Municipal Utility)

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RATES AND CHARGES

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MONTHLY WHOLESALE WATER RATE:

Cannonsburg Water District

\$2.33 Per 1,000 Gallons

NOTE: This tariff revises the following prior rates:

- \$1.20 per 1,000 gallons effective on April 6, 1998.
- \$1.32 per 1,000 gallons effective on January 1, 2006.
- \$1.43 per 1,000 gallons effective on January 1, 2007.
- \$1.89 per 1,000 gallons effective on March 1, 2009.
- \$2.01 per 1,000 gallons effective on March 15, 2010.
- \$2.12 per 1,000 gallons effective on January 1, 2011.

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DATE OF ISSUE August 15, 2011  
Month / Date / Year

DATE EFFECTIVE October 1, 2011  
Month / Date / Year

ISSUED BY /S/ Ryan S. Eastwood, P.E.  
(Signature of Officer)

TITLE Director of Engineering and Utilities

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. N/A DATED N/A