

WESTERN ROCKCASTLE WATER ASSOCIATION
371 New Brodhead Road
Mt. Vernon, Kentucky 40456
Telephone (606) 256-8283
Fax (606) 256-8535

RECEIVED

AUG 8 2014

PUBLIC SERVICE
COMMISSION

July 17, 2014

Mr. Jeff R. Derouen
Executive Director
KY Public Service Commission
211 Sower Blvd.
PO Box 615
Frankfort, Kentucky 40602-0615

Re: Formal Application to Revise Certain Non-Recurring Charges

Dear Mr. Derouen:

This is an application to revise certain non-recurring charges for the Western Rockcastle Water Association. Attached is the average meter connection expense cost justifications and the proposed new tariff.

Western Rockcastle Water Association 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 Association. The customers affected by these increases will be the customers that cause the Association to incur these additional expenses.

The additional revenue generated from the proposed tariff revisions does not exceed by five (5) percent the total revenues provided by all miscellaneous and nonrecurring charges for a recent twelve (12) month period.

The Association 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 Association will publish the enclosed public notice of these requested rate revisions in the local newspaper for three consecutive weeks.

A copy of this application and related filings has been sent to the Office of the Attorney General, State Capitol Building, Suite 118, Frankfort, Kentucky 40601.

Sincerely,



Darrell Whitaker
President

Enclosures

WESTERN ROCKCASTLE WATER ASSOCIATION
371 New Brodhead Road
Mt. Vernon, Kentucky 40456
Telephone (606) 256-8283
Fax (606) 256-8535

July 17, 2014

Mr. Jack Conway
Office of the Attorney General
The Capitol, Suite 118
700 Capitol Avenue
Frankfort, Kentucky 40601

Re: Formal Application to Revise Certain Non-Recurring Charges

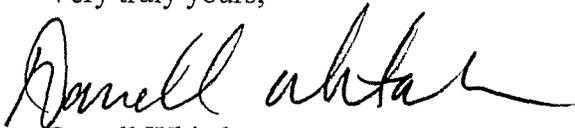
Dear Mr. Conway:

This filing shall serve notice that the Western Rockcastle Water Association has filed an application with the Public Service Commission to adjust certain non-recurring charges.

Western Rockcastle Water Association 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 Association. The customers affected by these increases will be the customers that cause the Association to incur these additional expenses. Additional revenue to be generated will not exceed 5% of the total revenue provided by all miscellaneous and non-recurring charges for the past 12 months.

The Association will publish a public notice of these requested rate revisions in the local newspaper for three consecutive weeks. You will find a copy of this publication notice attached.

Very truly yours,



Darrell Whitaker
President

Attachment

NOTICE

Western Rockcastle Water Association proposes to make the following revisions and additions to its schedule of charges. The proposed effective date for the change is SEPTEMBER 1, 2014.

SCHEDULE OF NON-RECURRING CHARGES

	<u>Current</u>	<u>Proposed</u>	<u>% Change</u>
5/8" X 3/4" Meter Size	\$480.00	\$700.00	45.83%

The charges/rates contained in this notice are the charges/rates proposed by the Western Rockcastle Water Association. However, the Public Service Commission may order charges/rates to be charged that differ from these proposed charges/rates. Such action may result in charges/rates for consumers other than the charges/rates 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, 211 Sower Boulevard, Post Office 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 by contacting the Association.

The Association has available for inspection at its office the proposed changes to its Rules and Regulations. The Association office is located at 371 New Brodhead Road, Mt. Vernon, Kentucky 40456.

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

Western Rockcastle Water Association

**AVERAGE METER CONNECTION EXPENSE
COST JUSTIFICATION**

Name of Utility Western Roackcastle Water Association

The following is an itemization of expenses for providing a metered service connection.

A. Meter Size

5/8-Inch x 3/4-Inch 1-Inch 1 1/2 -Inch 2-Inch

Other (specify) _____

B. Materials Expense

		<u>Unit Quantity</u>	<u>Cost</u>	<u>Total Cost</u>
1.	Water Meter	<u>1</u>	<u>\$150.00</u>	<u>\$150.00</u>
2.	Meter Yoke	<u>1</u>	<u>29.00</u>	<u>29.00</u>
3.	Corporation Stop	<u>1</u>	<u>36.00</u>	<u>36.00</u>
4.	Meter Box and Top	<u>1</u>	<u>295.00</u>	<u>295.00</u>
5.	Miscellaneous Fittings	<u>1</u>	<u>15.00</u>	<u>15.00</u>
6.	Other (Itemize)			
	_____	_____	_____	_____
	_____	_____	_____	_____
	_____	_____	_____	_____
	TOTAL MATERIALS EXPENSE			<u>\$ 525.00</u>
	(add total cost)			

C. Service Pipe Expense

Type of Service Pipe Plastic/HDPE Size of Service Pipe 3/4-inch

	<u>Unit Quantity</u>	<u>Cost</u>	<u>Total Cost</u>
1. Short Side Service	<u>10</u>	<u>\$0.25</u>	<u>\$ 2.50</u>
2. Long Side Service	<u>50</u>	<u>0.25</u>	<u>12.50</u>
AVERAGE SERVICE PIPE EXPENSE (add total cost and divide by 2)			<u>\$ 7.50</u>

D. Installation Labor Expense

	<u>Total Hours</u>	<u>Hourly Rate</u>	<u>Total Cost</u>
1. Short Side Service	<u>2</u>	<u>\$15.00</u>	<u>\$30.00</u>
2. Long Side Service	<u>4</u>	<u>\$15.00</u>	<u>60.00</u>
AVERAGE INSTALLATION LABOR EXPENSE (add total cost and divide by 2)			<u>\$ 45.00</u>

E. Installation Equipment Expense

	<u>Total Hours</u>	<u>Hourly Rate</u>	<u>Total Cost</u>
1. Short Side Service	<u>1</u>	<u>\$35.00</u>	<u>\$35.00</u>
2. Long Side Service	<u>3</u>	<u>\$35.00</u>	<u>105.00</u>
AVERAGE INSTALLATION EQUIPMENT EXPENSE (add total cost and divide by 2)			<u>\$ 70.00</u>

F. Installation Miscellaneous Expense

	<u>Total Hours</u>	<u>Hourly Rate</u>	<u>Total Cost</u>
1. Inspection	_____	_____	_____
2. Site Clean-Up	_____	_____	_____
3. Other			
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
AVERAGE INSTALLATION MISCELLANEOUS EXPENSE (add total cost)			\$ _____

G. Overhead Expense

1. Installation expense (\$ 150.00) times
overhead rate (30 %) \$ 45.00

H. Administrative Expense

1. Office expense for establishing a new account
and billing record. \$ 7.50

I. Total Expenses

Materials Expense	\$ <u>525.00</u>
Service Pipe Expense	<u>7.50</u>
Installation Labor Expense	<u>45.00</u>
Installation Equipment Expense	<u>70.00</u>
Installation Miscellaneous Expense	<u>0.00</u>
Overhead Expense	<u>45.00</u>
Administrative Expense	<u>7.50</u>

TOTAL CONNECTION EXPENSE \$ 700.00

FOR Rockcastle County, Kentucky
Community, Town or City

P.S.C. KY. NO. _____

_____ SHEET NO. _____

Western Rockcastle Water Association
(Name of Utility)

CANCELLING P.S.C. KY. NO. 98-615

Original SHEET NO. 2

RATES AND CHARGES

CONNECTION CHARGES

5/8" x 3/4" Meter Size

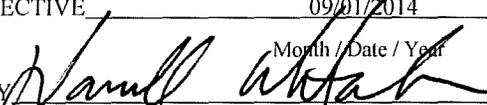
\$700.00

All Meters Larger Than 5/8" x 3/4"

Actual Cost of Meter Plus
Time and Materials

DATE OF ISSUE 07/17/2014
Month / Date / Year

DATE EFFECTIVE 09/01/2014
Month / Date / Year

ISSUED BY 
(Signature of Officer)

TITLE President

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