

Case No 2015-00005

November 25, 2014

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

Office of the Attorney General
Consumer Protection Division
1024 Capital Center Drive, Suite 200
Frankfort, Kentucky 40601

RE: Formal Application for Increase in Non-recurring Charges

This is an application to revise certain non-recurring charges for the Martin County Water District (MCWD). Attached is the non-recurring charge cost justification, proposed new tariff sheet and customer public notice.

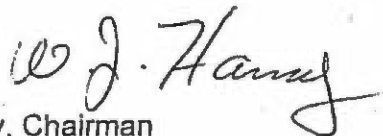
This filing is not part of a general rate case. The District can no longer absorb increased costs attributable to certain non-recurring charges. The customers affected by this increase will be the customers that cause the District to incur these additional costs. The Commissioners have approved the non-recurring charges at the November 25, 2014 regular meeting. The new charges will take effect for services rendered after February 1, 2015.

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.

The District has published the enclosed public notice of this requested non-recurring charge revision in the local newspaper. An affidavit from the newspaper verifying that the notice ran for three consecutive weeks will be forwarded to the Commission.

A copy of this application and related filings has been given to the Office of the Attorney General, 1024 Capital Center Drive, Suite 200 Frankfort, Kentucky 40601.

Sincerely,



Bill Harvey, Chairman
Martin County Water District

Enclosures (19)

LEGAL NOTICE

Notice is hereby given that Martin County Water District ("District") plans to file with the Public Service Commission on or before January 1, 2015 to adjust certain non-recurring charges. The proposed effective date is February 1, 2015. The proposed changes are as follows:

Non-Recurring Charges	Existing	Proposed	\$ Change	% Change
Tap Fee 5/8 x 3/4 inch meter	\$ 350.00	\$ 1,000.00	\$ 650.00	186%
Returned Check	\$ 10.00	\$ 30.00	\$ 20.00	200%
Meter Turn-on	\$ 15.00	\$ 40.00	\$ 25.00	167%
Meter Turn-on Charge (After Hours)	\$ 25.00	\$ 60.00	\$ 35.00	140%
Meter Re-read	\$ 15.00	\$ 40.00	\$ 25.00	167%
Meter Test (customer request)	\$ 20.00	\$ 75.00	\$ 55.00	275%
Service Call / Investigation	\$ 15.00	\$ 40.00	\$ 25.00	167%
Service Call / Investigation (After Hours)	\$ 25.00	\$ 60.00	\$ 35.00	140%
Meter Service Damage	N/A	N/A	N/A	Actual Cost
Meter Reconnection	\$ 15.00	\$ 40.00	\$ 25.00	167%
Meter Reconnection (After Hours)	\$ 25.00	\$ 60.00	\$ 35.00	140%

Any person may examine this tariff filing at the District office located at 1014 W Main St, Inez, KY 41224; telephone (606) 298-3885.

Any person may examine this tariff filing at the PSC located at 211 Sower Boulevard, Frankfort, Kentucky, Monday - Friday, 8:00 am - 4:30 pm or on the PSC website at <http://psc.ky.gov>; telephone (502) 564-3940.

Any person may submit comments regarding this tariff filing by mail to the Public Service Commission, Post Office Box 615, Frankfort, KY 40602; or through its website at <http://psc.ky.gov>.

The rates contained in this notice are the rates proposed by the District but the PSC may order rates to be charged that differ from the proposed rates contained in this notice.

Any person may submit a timely written request for intervention by mail to the Public Service Commission, Post Office Box 615, Frankfort, KY 40602. The request for intervention must establish the grounds for the request including the status and interest of the party.

If the PSC does not receive a written request for intervention within thirty (30) days of the initial publication or mailing of notice, the PSC may take final action on the tariff filing.

**AVERAGE METER CONNECTION EXPENSE
COST JUSTIFICATION**

Name of Utility Martin County Water District

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

A. Meter Size

5/8-Inch 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>139.00</u>	<u>139.00</u>
2.	Meter Yoke	<u>1</u>	<u>175.00</u>	<u>175.00</u>
3.	Corporation Stop	<u>1</u>	<u>39.00</u>	<u>39.00</u>
4.	Meter Box and Top	<u>1</u>	<u>96.00</u>	<u>96.00</u>
5.	Miscellaneous Fittings	<u>3</u>	<u>1.75</u>	<u>5.25</u>
6.	Other (Itemize)			
	<u>Saddle</u>	<u>1</u>	<u>51.00</u>	<u>51.00</u>
	<u>MXU Transceiver</u>	<u>1</u>	<u>135.00</u>	<u>135.00</u>
	_____			<u>0.00</u>
	TOTAL MATERIALS EXPENSE			<u>\$ 640.25</u>
	(add total cost)			

C. Service Pipe Expense

Type of Service Pipe CTS 200# Size of Service Pipe 3/4

	<u>Unit Quantity</u>	<u>Cost</u>	<u>Total Cost</u>
1. Short Side Service	<u>25.00</u>	<u>0.95</u>	<u>23.75</u>
2. Long Side Service	<u>50.00</u>	<u>0.95</u>	<u>47.50</u>
AVERAGE SERVICE PIPE EXPENSE (add total cost and divide by 2)			<u>\$ 35.63</u>

D. Installation Labor Expense

	<u>Total Hours</u>	<u>Hourly Rate</u>	<u>Total Cost</u>
1. Short Side Service	<u>3.00</u>	<u>52.62</u>	<u>157.86</u>
2. Long Side Service	<u>5.00</u>	<u>52.62</u>	<u>263.10</u>
AVERAGE INSTALLATION LABOR EXPENSE (add total cost and divide by 2)			<u>\$ 210.48</u>

E. Installation Equipment Expense

	<u>Total Hours</u>	<u>Hourly Rate</u>	<u>Total Cost</u>
1. Short Side Service	<u>3.00</u>	<u>30.00</u>	<u>90.00</u>
2. Long Side Service	<u>5.00</u>	<u>30.00</u>	<u>150.00</u>
AVERAGE INSTALLATION EQUIPMENT EXPENSE (add total cost and divide by 2)			<u>\$ 120.00</u>

F. Installation Miscellaneous Expense

	<u>Total Hours</u>	<u>Hourly Rate</u>	<u>Total Cost</u>
1. Inspection	_____	_____	<u>0.00</u>
2. Site Clean-Up	_____	_____	<u>0.00</u>
3. Other			
_____	_____	_____	<u>0.00</u>
_____	_____	_____	<u>0.00</u>
_____	_____	_____	<u>0.00</u>
AVERAGE INSTALLATION MISCELLANEOUS EXPENSE (add total cost)			<u>\$ 0.00</u>

G. Overhead Expense

1. Installation expense (\$ <u>675.88</u>) times overhead rate (<u>0.00%</u>)	<u>\$ 0.00</u>
---	----------------

H. Administrative Expense

1. Office expense for establishing a new account and billing record.	<u>\$ 5.00</u>
---	----------------

I. Total Expenses

Materials Expense	<u>\$ 640.25</u>
Service Pipe Expense	<u>35.63</u>
Installation Labor Expense	<u>210.48</u>
Installation Equipment Expense	<u>120.00</u>
Installation Miscellaneous Expense	<u>0.00</u>
Overhead Expense	<u>0.00</u>
Administrative Expense	<u>5.00</u>

TOTAL CONNECTION EXPENSE \$ 1,011.3

USE THIS AMOUNT \$ 1,000.00

THE C.I. THORNBURG CO., INC.
HUNTINGTON BRANCH
4034 ALTIZER AVENUE
HUNTINGTON, WV 25705

Bid To:

Ship To:

Acct #8940
MARTIN CO. WATER DIST. #1
387 EAST MAIN ST SUITE 140
INEZ, KY 41224
Phone # : 606-298-3885

MARTIN CO. WATER DIST. #1
14 FLAT HOLLOW
RT 908 TURKEY ROAD
INEZ, KY 41224

--Bid-Date---Expr-Date--Writer--Terms-----Ship Via-----
11/19/14 01/18/15 UNDMAR NET 30 DAYS RT23S.OUR TRUCK
--Purchase Order #-----CTNS / WT----Picker---Loader-----Delivered By-----
PSC TAP FEE

Bid-Qty--		Unit Price	Ext Price
1	6"x3/4"CC AYM 3891 HINGED BRASS SERVICE SADDLE FOR IPS PVC PIPE	51.00ea	51.00
1	3/4" AYM 74701-22 CC x PJ CTS CORP STOP NL	39.00ea	39.00
100	3/4"x100' 200# CTS REHAU MUNICIPEX TUBING 261056-100	0.95ft	95.00
1	18"x24" WHITE PE CORR METER BOX	27.00ea	27.00
1	18" VESTAL 32-223 CI NON-RECESSED METER BOX RING AND COVER RMC-18L W/SN W/TR HOLE	69.00ea	69.00
1	5/8"x3/4"x7" AYM 722-207WC22-33 SETTER BALL VALVE x SINGLE CHECK 3/4" CTS PJ ENDS NL	175.00ea	175.00
1	5/8"x3/4" SR11 TRPL 100G BRZ/BTM 5WH ELEC L/HOUSING S2DX338GGXXX1XX RDP LL METER	139.00ea	139.00
1	520R MXU SINGLE PORT TRANSCEIVER W/ INTERNAL BATTERY AND HOURLY LEAK DETECTION INTERVALS M520R-C1-TC-X-AL 5396153752001AL	135.00ea	135.00
3	3/4" STAINLESS STEEL CTS STIFFENER	1.75ea	5.25
	BID TOTAL		735.25
	Bid Amount		735.25

Extras not listed or spelled out are not included in pricing.
We reserve the right to correct clerical errors.

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: Meter Re-Read

1. Field Expense:

A. Materials (Itemize)		\$ _____
_____		_____
_____		_____
B. Labor (Time and Wage)		
1 hr @ \$17.54		<u>17.54</u>
Total Field Expense		\$ <u>17.54</u>

2. Clerical and Office Expense

A. Supplies		\$ _____
B. Labor		<u>5.00</u>
Total Clerical and Office Expense		\$ <u>5.00</u>

3. Miscellaneous Expense

A. Transportation		\$ <u>20.00</u>
B. Other (Itemize)		
_____		_____
_____		_____
Total Miscellaneous Expense		\$ <u>20.00</u>

Total Nonrecurring Charge Expense		\$ <u>42.54</u>
--	--	------------------------

USE THIS AMOUNT		\$ <u>40.00</u>
------------------------	--	------------------------

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: Meter Test

1. Field Expense:

A. Materials (Itemize)		\$	
B. Labor (Time and Wage)			
1 hr @ \$17.54			17.54
Total Field Expense		\$	17.54

2. Clerical and Office Expense

A. Supplies		\$	
B. Labor			5.00
Total Clerical and Office Expense		\$	5.00

3. Miscellaneous Expense

A. Transportation		\$	20.00
B. Other (Itemize)			
Shipping			15.00
Testing by third party			18.00
Total Miscellaneous Expense		\$	53.00

Total Nonrecurring Charge Expense \$ 75.54

USE THIS AMOUNT \$ 75.00

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: Meter Turn-On (After Hours)

1. Field Expense:

A. Materials (Itemize)	
_____	\$ _____
_____	_____
_____	_____
B. Labor (Time and Wage)	
1 hr @ \$34.68	<u>34.68</u>
Total Field Expense	\$ <u>34.68</u>

2. Clerical and Office Expense

A. Supplies	\$ _____
B. Labor	<u>5.00</u>
Total Clerical and Office Expense	\$ <u>5.00</u>

3. Miscellaneous Expense

A. Transportation	\$ <u>20.00</u>
B. Other (Itemize)	
_____	_____
_____	_____
_____	_____
Total Miscellaneous Expense	\$ <u>20.00</u>

Total Nonrecurring Charge Expense \$ 59.68

USE THIS AMOUNT \$ 60.00

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: Meter Turn-On

1. Field Expense:

A. Materials (Itemize)		
		\$ _____

B. Labor (Time and Wage)		
1 hr @ \$17.54		17.54

Total Field Expense		\$ 17.54

2. Clerical and Office Expense

A. Supplies		\$ _____
B. Labor		5.00

Total Clerical and Office Expense		\$ 5.00

3. Miscellaneous Expense

A. Transportation		\$ 20.00

B. Other (Itemize)		

Total Miscellaneous Expense		\$ 20.00

Total Nonrecurring Charge Expense \$ 42.54

USE THIS AMOUNT \$ 40.00

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: Reconnection (After Hours)

1. Field Expense:

A. Materials (Itemize)

<hr/>	\$ <hr/>
<hr/>	<hr/>
<hr/>	<hr/>

B. Labor (Time and Wage)

<u>2 hr @ \$34.68</u>	<u>34.68</u>
-----------------------	--------------

Total Field Expense	\$ <u>34.68</u>
----------------------------	------------------------

2. Clerical and Office Expense

A. Supplies	\$ <hr/>
-------------	----------

B. Labor	<hr/> 5.00
----------	------------

Total Clerical and Office Expense	\$ <u>5.00</u>
--	-----------------------

3. Miscellaneous Expense

A. Transportation	\$ <u>20.00</u>
-------------------	-----------------

B. Other (Itemize)	
<hr/>	<hr/>
<hr/>	<hr/>
<hr/>	<hr/>

Total Miscellaneous Expense	\$ <u>20.00</u>
------------------------------------	------------------------

Total Nonrecurring Charge Expense	\$ <u>59.68</u>
--	------------------------

USE THIS AMOUNT	\$ <u>60.00</u>
------------------------	------------------------

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: Service Reconnection

1. Field Expense:

A. Materials (Itemize)		\$	
	_____		_____
	_____		_____
	_____		_____
B. Labor (Time and Wage)			
	1 hr @ \$17.54		17.54
	_____		_____
Total Field Expense		\$	17.54

2. Clerical and Office Expense

A. Supplies		\$	
B. Labor			5.00

Total Clerical and Office Expense		\$	5.00

3. Miscellaneous Expense

A. Transportation		\$	20.00

B. Other (Itemize)			
	_____		_____
	_____		_____
	_____		_____
Total Miscellaneous Expense		\$	20.00

Total Nonrecurring Charge Expense \$ 42.54

USE THIS AMOUNT \$ 40.00

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: Returned Check Charge

1. Field Expense:

A. Materials (Itemize)	
_____	\$ _____
_____	_____
_____	_____
B. Labor (Time and Wage)	
_____	_____
Total Field Expense	\$ 0.00

2. Clerical and Office Expense

A. Supplies	\$ _____
B. Labor	_____ 5.00
Total Clerical and Office Expense	\$ 5.00

3. Miscellaneous Expense

A. Transportation	\$ _____ 0.00
B. Other (Itemize)	
Bank Charge	_____ 25.00
_____	_____
_____	_____
Total Miscellaneous Expense	\$ 25.00

Total Nonrecurring Charge Expense \$ _____ 30.00

USE THIS AMOUNT \$ _____ 30.00

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: Service Call/ Investigation (After Hours)

1. Field Expense:

A. Materials (Itemize)		\$ _____
	_____	_____
	_____	_____
B. Labor (Time and Wage)		
	1 hr @ \$34.68	34.68
	_____	_____
Total Field Expense		\$ 34.68

2. Clerical and Office Expense

A. Supplies		\$ _____
B. Labor		5.00

Total Clerical and Office Expense		\$ 5.00

3. Miscellaneous Expense

A. Transportation		\$ 20.00
B. Other (Itemize)		
	_____	_____
	_____	_____
	_____	_____
Total Miscellaneous Expense		\$ 20.00

Total Nonrecurring Charge Expense \$ 59.68

USE THIS AMOUNT \$ 60.00

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: Service Call/ Investigation

1. Field Expense:

A. Materials (Itemize)	
_____	\$ _____
_____	_____
_____	_____
B. Labor (Time and Wage)	
1 hr @ \$17.54	17.54

Total Field Expense	\$ 17.54

2. Clerical and Office Expense

A. Supplies	\$ _____
B. Labor	5.00

Total Clerical and Office Expense	\$ 5.00

3. Miscellaneous Expense

A. Transportation	\$ 20.00
B. Other (Itemize)	
_____	_____
_____	_____
_____	_____
Total Miscellaneous Expense	\$ 20.00

Total Nonrecurring Charge Expense \$ 42.54

USE THIS AMOUNT \$ 40.00

FOR Martin County
Community, Town or City

P.S.C. KY. NO. _____

SHEET NO. _____

Martin County Water District
(Name of Utility)

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

SHEET NO. _____

RATES

B. DEPOSITS:

5/8" X 3/4"	\$ 90.00
1 Inch Meter	\$ 95.00
1 1/2 Inch Meter	\$ 160.00
2 Inch Meter	\$ 295.00
3 Inch Meter	\$ 430.00
4 Inch Meter	\$ 700.00

DATE OF ISSUE November 25, 2014
Month / Date / Year

DATE EFFECTIVE February 1, 2015
Month / Date / Year

ISSUED BY W. J. Harry
(Signature of Officer)

TITLE Chairman

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

FOR Martin County
Community, Town or City

P.S.C. KY. NO. _____

_____ SHEET NO. _____

Martin County Water District
(Name of Utility)

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

_____ SHEET NO. _____

RATES

C. METER CONNECTION/TAP-ON CHARGES:

Connection Fee 5/8 inch meter	\$ 1,000.00
All Larger Meters	Actual Cost

If the Utility encounters rock during the installation of a service, the customer shall be charged actual cost for said rock removal.

DATE OF ISSUE November 25, 2014
Month / Date / Year

DATE EFFECTIVE February 1, 2015

ISSUED BY W. J. Harris
Month / Date / Year
(Signature of Officer)

TITLE Chairman

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

FOR Martin County
Community, Town or City

P.S.C. KY. NO. _____

_____ SHEET NO. _____

Martin County Water District
(Name of Utility)

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

_____ SHEET NO. _____

RATES


D. SPECIAL NON-RECURRING CHARGES:

Reconnection	\$ 40.00
Reconnect (After Hours)	\$ 60.00*
Meter Turn-on Charge	\$ 40.00
Meter Turn-on charge (After Hours)	\$60.00*
Meter Reading Re-read	\$ 40.00
Meter Test Charge	\$ 60.00
Meter Relocation	Actual Cost
Meter Service Damage	Actual Cost
Service Charge	\$ 40.00
Service Charge (After Hours)	\$ 60.00*
Late Payment Penalty	10%
Returned Check	\$ 25.00

*NOTE – Regular working hours for the utility maintenance staff is 8:00 am to 4:00 pm Monday through Friday, excluding holidays. Upon customer request and subject to availability of maintenance staff, services may be performed outside regular working hours at the after-hours rate. The standard on-call labor rate is two hours minimum.

DATE OF ISSUE November 25, 2014
Month / Date / Year

DATE EFFECTIVE February 1, 2015
Month / Date / Year

ISSUED BY 
(Signature of Officer)

TITLE Chairman

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

FOR Martin County
Community, Town or City

P.S.C. KY. NO. _____

_____ SHEET NO. _____

Martin County Water District
(Name of Utility)

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

_____ SHEET NO. _____

RATES AND CHARGES

E. Special Non-recurring Charges:

1. The utility will collect for special nonrecurring charges to recover customer-specific costs incurred which would otherwise result in monetary loss to the utility or increased rates to other customers to whom no benefits accrue from the service provided or action taken. The utility may establish or change any special nonrecurring charge by applying for Public Service Commission approval of such charge in accordance with the provisions of 807 KAR 5:011, Section 10.
2. Special nonrecurring charges will be applied uniformly throughout the area served by the utility. Such charges will relate directly to the service performed or action taken and only yield enough revenue to pay the expenses incurred in rendering the service.
3. The utility will assess a charge for the following non-recurring services:
 - a) Connection/Turn-on Charge: Will be assessed for new service turn-ons, seasonal turn-ons, temporary service, or transfer of service. The charge will not be made for initial installation of service where a meter connection/tap-on charge is applicable.
 - b) Late Payment Penalty: Will be assessed on the delinquent amount of the bill, less taxes.
 - c) Meter Relocation Charge: Will be assessed when a customer or other authorized person requests that a meter be relocated, changed, or modified. Those requesting a change must reimburse the utility for the actual costs
 - d) Meter Test Charge: Will be assessed when a customer requests the utility perform a test on the customer's meter to check for accuracy, and the test shows the customer's meter is not more than two percent (2%) fast.
 - e) Meter Reread Charge: Will be assessed when a customer requests the utility to re-read the customer's meter and the re-read proves that the original meter reading was correct.

DATE OF ISSUE November 25, 2014
Month / Date / Year

DATE EFFECTIVE February 1, 2015
Month / Date / Year

ISSUED BY W. J. Harvey
(Signature of Officer)

TITLE Chairman

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

FOR Martin County
Community, Town or City

P.S.C. KY. NO. _____

SHEET NO. _____

Martin County Water District
(Name of Utility)

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


SHEET NO. _____

RATES AND CHARGES

- f) Reconnection Charge: Will be assessed to reconnect service that has been terminated for non-payment of service or for violation of Utility or Public Service Commission rules and regulations, and will include the cost of the service trip for both the disconnection and the reconnection.
- g) Returned Check Charge: Will be assessed when a customer's check is returned, either due to insufficient funds or other reason due to customer fault.
- h) Service Call / Investigation Charge: Will be assessed when a customer requests the onsite presence of utility personnel to investigate a service problem and the problem is a result of the customer's own plumbing facilities, beyond the utility's delivery point, or not caused by failure of utility facilities. Any maintenance and repair of facilities beyond the utility's delivery point is the responsibility of the customer.
- i) Meter Service Damage Charge: Any individual or entity that causes damage to the District's meter service, including, but not limited to the valve box, curb stop, service line, setter, meter, MXU, meter box, lid and/or lock, etc. shall pay the actual costs incurred by the District to investigate the damage and repair the damaged meter appurtenances.

DATE OF ISSUE November 25, 2014
Month / Date / Year

DATE EFFECTIVE February 1, 2015

ISSUED BY 
Month / Date / Year
(Signature of Officer)

TITLE Chairman

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____