

BRUCE E. SMITH LAW OFFICES, PLLC
201 SOUTH MAIN STREET
NICHOLASVILLE, KENTUCKY 40356
(859) 885-3393 + (859) 885-1152 FAX

RECEIVED

JUL 08 2015

PUBLIC SERVICE
COMMISSION

BRUCE E. SMITH
bruce@smithlawoffice.net

HENRY E. SMITH
henry@smithlawoffice.net

July 8, 2015

Mr. Jeff Derouen
Kentucky Public Service Commission
P.O. Box 615
Frankfort, Kentucky 40601

Re: Jessamine-South Elkhorn Water District ("District")
P.O. Box 731, Nicholasville, KY 40340-0731
Sanitary Sewer Charges Tariff Filing – 807 KAR 5:011 §10

Dear Mr. Derouen:

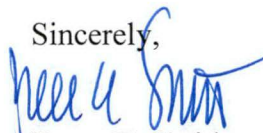
This is an application (original and 10 copies) to pass through an increase in sanitary sewer treatment charges for the Sewer Service Tariff of the Jessamine-South Elkhorn Water District caused by a corresponding increase of sanitary sewer treatment charges by the Lexington Fayette Urban County Government ("LFUCG"). These charges will apply to all of the District's sanitary sewer customers.

Enclosed please find: 1) proposed tariff sheets along with cost justification sheets (LFUCG notice of increase); 2) notice to customers; 3) affidavit of District's representative that the notice was mailed to all sanitary sewer customers; and 4) transmittal letter to Kentucky Attorney General evidencing electronic transmission of this filing to that office at that office at that office at rateinventory@ag.Ky.gov.

The District has previously filed income statements and balance sheets with the Commission that are currently on file in your office.

My client is not requesting a rate increase at this time. However, increased costs attributable to the subject nonrecurring charges increase cannot be financially absorbed by the District. The additional revenue generated by the proposed nonrecurring charges will not exceed five (5%) percent of the total revenues provided by all nonrecurring charges for the recent twelve (12) month period.

Sincerely,


Bruce E. Smith

FOR: North Jessamine County

PSC KY NO. 1

_____ SHEET NO. 1

Jessamine-South Elkhorn Water District

CANCELLING PSC KY NO. 1

_____ SHEET NO. 1

MONTHLY SEWER RATES

I **SINGLE UNIT METER**

FIRST 2000 GALLONS
ALL OVER 2000 GALLONS

\$21.90 minimum bill
\$10.95 per 1,000 gallons

DATE OF ISSUE: July 2, 2015

MONTH / DATE / YEAR

DATE EFFECTIVE: August 2, 2015

MONTH / DATE / YEAR

ISSUED BY _____

SIGNATURE OF OFFICER

TITLE: CHAIRMAN

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

PASS-THROUGH CALCULATION FOR SANITARY SEWER TREATMENT RATES

	<u>NEW RATE</u>	<u>BASE RATE</u>
JSEWD cubic feet water consumption	6,178,390.10	6,178,390.10
Volumetric rate	<u>\$ 5.21/100</u>	<u>\$ 4.65/100</u>
	\$ 321,894.11	\$ 287,295.13

INCREASED WATER COST \$34,598.98

Increased cost	\$34,598.98
Divided by/1,000 gallons of water sold	<u>\$46,339.93</u>
	\$ 0.746664 per 1,000 gallons

(SEE ATTACHED LFUCG NOTICE)



Lexington-Fayette Urban County Government
DEPARTMENT OF ENVIRONMENTAL QUALITY & PUBLIC WORKS

Jim Gray
Mayor

David Holmes
Commissioner

April 14, 2015

Diana Clark, Office Manager
Jessamine-South Elkhorn Water District
802 South Main Street
Nicholasville, KY 40356

RE: Sewer Rate Increase Request
LFUCG/JSEWD North Jessamine Sewer Service Area

Dear Ms. Clark:

Please find enclosed a copy of the Notice and Tariff sheet for Lexington-Fayette Urban County Government's (LFUCG) requested sanitary sewer rate increase to the monthly sewer user fee applied to Jessamine-South Elkhorn Water District (JSEWD) customers receiving service from LFUCG. In accordance with paragraph 14 of the Master Service Agreement between LFUCG and JSEWD, the requested rates are identical to those applied to LFUCG customers.

If you have any questions, please contact me at (859) 258-3400.

Sincerely,

Charles H. Martin, P.E.
chmartin@lexingtonky.gov
Director - Division of Water Quality

NOTICE

Lexington Fayette Urban County Government ("LFUCG") is providing notice that it has filed documents with the Public Service Commission to increase the sewage treatment fee and the following sewer tap-on or connection fees it charges Jessamine-South Elkhorn Water District effective for sewage treatment and sewer tap-ons or connections provided on and after July 1, 2015. The proposed rates are as follows:

	<u>Current Rate</u>	<u>New Rate</u>	<u>\$ Change</u>	<u>% Change</u>
Jessamine-South Elkhorn Water District	\$4.65 per 100 cubic feet	\$5.21 per 100 cubic feet	\$0.56 Increase	12% Increase

	<u>Current Rate</u>	<u>New Rate</u>	<u>\$ Change</u>	<u>% Change</u>
Sec. 16-80. Tap-on or connection fees.				

(a) Prior to every future tap-on or connection to any sewer pipe, main lateral, trunk line, interceptor or other installation or facility of the sanitary sewer system, there shall be paid to the director, division of revenue, a fee or charge, hereby established, which shall be solely for the privilege of connecting to the system and which shall be in addition to the requirements, as prescribed in section 16-38, that connections to the system be made at the sole expense of the connecting property owner. Such tap-on, connection or privilege fee is established and fixed as follows:

(1) Single-family residences, town homes and duplexes (per unit) occupying lots:

Of ¼ acre or less	\$903.48	\$1,011.90	\$108.42 Increase	12% Increase
From ¼ acre to ½ acre	\$1,677.72	\$1,879.05	\$201.33 increase	12% Increase
From ½ acre to ¾ acre	\$2,454.12	\$2,748.61	\$294.49 increase	12% Increase
From ¾ acre to 1 acre	\$3,357.58	\$3,760.50	\$402.91 increase	12% Increase
Larger than 1 acre	\$4,261.06	\$4,772.39	\$511.33 increase	12% Increase

(2) Apartments, condominiums, hospitals, and nursing homes:

Each efficiency unit	\$361.81	\$405.23	\$43.42 Increase	12% Increase
Each 1-bedroom unit	\$670.87	\$751.37	\$80.50 increase	12% increase
Each 2-bedroom unit	\$877.62	\$982.93	\$105.31 increase	12% Increase
3-or 4-bedroom unit	\$1,085.45	\$1,215.70	\$130.25 Increase	12% Increase
Minimum for each building	\$1,806.93	\$2,023.76	\$216.83 increase	12% increase

(3) Motels:

Each living unit	\$670.87	\$751.37	\$80.50	12% increase
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(4) Trailer parks:

Each trailer or space	\$903.48	\$1,011.90	\$108.42	12% Increase
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(5) Service stations:

Each Station	\$5,164.53	\$5,784.27	\$619.74	12% increase
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(6) Restaurants, business, professional, commercial and industrial buildings, including such facilities in hospitals or nursing homes:

A fee to be per square foot of floor space	\$1.034	\$1.158	\$0.124	12% increase.
Minimum fee for each urban county government sewer connection	\$903.48	\$1,011.90	\$108.42	12% increase

	<u>Current Rate</u>	<u>New Rate</u>	<u>\$ Change</u>	<u>% Change</u>
(7) Storage areas, warehouses, and distribution centers:				
A fee to be per square foot of floor space	\$0.215	\$0.241	\$0.026	12% increase
Minimum fee for each urban county government sewer connection	\$903.48	\$1,011.90	\$108.42	12% increase
(8) Swimming pools:				
For the erection of each swimming pool, a fee per 100 cubic feet	\$1.551	\$1.737	\$0.186	12% increase
(9) Non-profit school establishments:				
The fee for each urban county government sewer connection, per square foot of floor space	\$0.516	\$0.578	\$0.062	12% increase

Sewer tap-ons or connections provided before the effective date will be charged at the current rate while sewer tap-ons or connections treated on and after the effective date will be charged at the new rate.

In accordance with Public Service Commission procedures, the effective date of the new rates cannot be prior to the expiration of a 30-day notice given to both the Commission and Jessamine-South Elkhorn Water District

This filing may be examined at the offices of LFUCG located at 125 Lisle Industrial Avenue, Suite 180 in Lexington, Kentucky.

This filing may also be examined at the offices of the Public Service Commission located at 211 Sower Boulevard in Frankfort, Kentucky, Monday – Friday from 8:00 am – 4:30 pm or on the PSC website at <http://psc.ky.gov>.

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

The new rates are the rates proposed by LFUCG in its filing but the Public Service Commission may order rates that differ from the proposed rates.

Intervention may be requested by submitting 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 Public Service Commission does not receive a written request for intervention within thirty (30) days of the providing of this notice, the Public Service Commission may take final action on the filed application.

FOR Jessamine-South Elkhorn Water District
Area Served

P.S.C. KY. NO. 1

2nd Revised SHEET NO. 1

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

Original SHEET NO. 1

Lexington Fayette Urban County Government
(Name of Municipal Utility)

RATES AND CHARGES

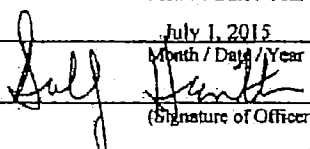
Monthly Sewer User Fee

Jessamine-South Elkhorn Water District

\$5.21 per 100 cubic feet

DATE OF ISSUE April 14, 2015
Month / Date / Year

DATE EFFECTIVE July 1, 2015
Month / Date / Year

ISSUED BY 
(Signature of Officer)

TITLE Chief Administrative Officer

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. n/a DATED n/a

FOR Jessamine-South Elkhorn Water District
Community, Town or City

P.S.C. KY. NO. 1

1st revised SHEET NO. 2

CANCELLING P.S.C. KY. NO.

Original SHEET NO. 2

Lexington Fayette Urban County Government
(Name of Utility)

RATES & CHARGES

Jessamine-South Elkhorn
Water District Sewer Tap-on
or Connection Fees

Sec. 16-60. Tap-on or connection fees.

(a) Prior to every future tap-on or connection to any sewer pipe, main lateral, trunk line, interceptor or other installation or facility of the sanitary sewer system, there shall be paid to the director, division of revenue, a fee or charge, hereby established, which shall be solely for the privilege of connecting to the system and which shall be in addition to the requirements, as prescribed in section 16-38, that connections to the system be made at the sole expense of the connecting property owner. Such tap-on, connection or privilege fee is established and fixed as follows:

(1) Single-family residences, town homes and duplexes (per unit) occupying lots:

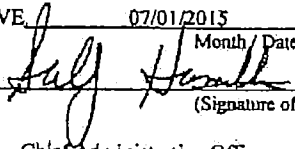
Of ¼ acre or less	\$1,011.90
From ¼ acre to ½ acre	\$1,879.05
From ½ acre to ¾ acre	\$2,748.61
From ¾ acre to 1 acre	\$3,760.50
Larger than 1 acre	\$4,772.39

(2) Apartments, condominiums, hospitals, and nursing homes:

Each efficiency unit	\$405.23
Each 1-bedroom unit	\$751.37
Each 2-bedroom unit	\$982.93
3-or 4-bedroom unit	\$1,215.70
Minimum for each building	\$2,023.76

DATE OF ISSUE 04/14/2015
Month / Date / Year

DATE EFFECTIVE 07/01/2015
Month / Date / Year

ISSUED BY 
(Signature of Officer)

TITLE Chief Administrative Officer

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. n/a DATED n/a

FOR Jessamine-South Elkhorn Water District
Community, Town or City

P.S.C. KY. NO. 1

1st revised SHEET NO. 2

Lexington Fayette Urban County Government
(Name of Utility)

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

Original SHEET NO. 2

RATES & CHARGES

Jessamine-South Elkhorn
Water District Sewer Tap-on
or Connection Fees (continued)

(3) Motels:

Each living unit \$751.37

(4) Traller Parks:

Each trailer or space \$1,011.80

(5) Service stations:

Each Station \$5,784.27

(6) Restaurants, business, professional, commercial and Industrial buildings, including such facilities in hospitals or nursing homes:

A fee to be per square foot of floor space \$1.158

Minimum fee for each urban county government sewer connection \$1,011.80

(7) Storage areas, warehouses; and distribution centers:

A fee to be per square foot of floor space \$0.241

Minimum fee for each urban county government sewer connection \$1,011.80

DATE OF ISSUE 04/14/2015
Month / Date / Year

DATE EFFECTIVE 07/01/2015
Month / Date / Year

ISSUED BY [Signature]
(Signature of Officer)

TITLE Chief Administrative Officer

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. n/a DATED n/a

FOR Jessamine-South Elkhorn Water District
Community, Town or City

P.S.C. KY. NO. 1

1st revised SHEET NO. 2

Lexington Fayette Urban County Government
(Name of Utility)

CANCELLING P.S.C. KY. NO.

Original SHEET NO. 2

RATES & CHARGES

Jessamine-South Elkhorn
Water District Sewer Tap-on
or Connection Fees (continued)

(8) Swimming pools:

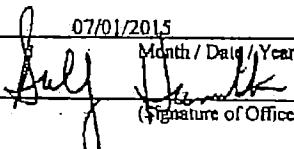
For the erection of each swimming pool, a fee per 100 cubic feet \$1.737

(9) Non-profit school establishments:

The fee for each urban county government sewer connection, per square
foot of floor space \$0.578

DATE OF ISSUE 04/14/2015
Month / Date / Year

DATE EFFECTIVE 07/01/2015
Month / Date / Year

ISSUED BY 
(Signature of Officer)

TITLE Chief Administrative Officer

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. n/a DATED n/a

NOTICE

Jessamine-South Elkhorn Water District proposes to make changes to its schedule of charges due solely to an increase in sewage treatment fees by the Lexington Fayette Urban County Government. These revised charges will apply to all sanitary sewer customers of the District. The proposed charges are expected to be filed with the Kentucky Public Service Commission on July 2, 2015. The proposed effective date of the charges is August 2, 2015.

SCHEDULE OF CURRENT AND PROPOSED RATES

Current Sewer Rates:

SINGLE UNIT METER

FIRST 2000 GALLONS	\$20.40 minimum bill
ALL OVER 2000 GALLONS	\$10.20 per 1,000 gallons

Proposed Sewer Rates:

SINGLE UNIT METER

FIRST 2000 GALLONS	\$21.90 minimum bill
ALL OVER 2000 GALLONS	\$10.95 per 1,000 gallons

The charges are proposed by the Jessamine-South Elkhorn Water District. However, the Public Service Commission may order charges to be levied that differ from the proposed charges. Such action may result in charges to customers other than the charges in this notice

Any person may request leave to intervene by submission of a timely written request within thirty (30) days after mailing of this notice. This written request shall be submitted to the Public Service Commission, 211 Sower Boulevard, Post Office Box 615, Frankfort, Kentucky 40602, setting forth the grounds for the request including the status and interest of the person. If the Commission does not receive a written request for intervention within thirty (30) days after the mailing of this notice, the Commission may take final action on the tariff filing

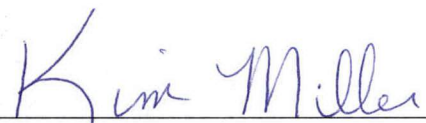
Any person may inspect the application and related filings at the office of the Jessamine South Elkhorn Water District located at 802 South Main Street, Nicholasville, Kentucky 40356; or at the offices of the Kentucky Public Service Commission, 211 Sower Boulevard, Frankfort, Kentucky (M-F 8:00 am – 4:30 pm); or on the Kentucky Public Service Commission's website at <http://psc.ky.gov>. Any person may submit comments regarding this tariff filing to the Kentucky Public Service Commission through its website shown above or by mail to the Kentucky Public Service Commission, P.O. Box 615, Frankfort, Kentucky 40602.

Jessamine-South Elkhorn Water District

PROOF OF NOTICE AFFIDAVIT

Comes the affiant and after first being duly sworn, states that she is an office staff member for the Jessamine-South Elkhorn Water/Sewer District; that she is duly authorized to make this Affidavit; that she mailed the attached Notice to all of the District's sewer customers on July 2, 2015 by U.S. Mail-First Class, postage prepaid.

Further the Affiant Sayeth Naught.


KIM MILLER

COMMONWEALTH OF KENTUCKY

COUNTY OF JESSAMINE, SCT

Subscribed, sworn to and acknowledged before me by Kim Miller as office staff for and on behalf of the Jessamine-South Elkhorn Water/Sewer District, on July 8, 2015.

My Commission expires: 12-21-2018


NOTARY PUBLIC

524702

NO.

BRUCE E. SMITH, LAW OFFICES, PLLC

201 SOUTH MAIN STREET

NICHOLASVILLE, KENTUCKY 40356

(859) 885-3393 + (859) 885-1152 FAX

BRUCE E. SMITH
bruce@smithlawoffice.net

HENRY E. SMITH
henry@smithlawoffice.net

July 8, 2015

VIA EMAIL: rateintervention@sg.ky.gov

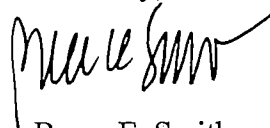
Hon. Jack Conway
Kentucky Attorney General
The Capitol, Suite 118
Frankfort, Kentucky 40601

Re: Jessamine-South Elkhorn Water District ("District")
Sanitary Sewer Charges Tariff Filing

Dear Sir:

Pursuant to 807 KAR 5:011. Tariffs, Section 10 (4), a copy of my client's filing with the Kentucky Public Service Commission is transmitted herewith along with the cover letter to the Kentucky Public Service Commission.

Sincerely,



Bruce E. Smith

Enclosure(s)