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RECEIVED

JUL 28 2015

PUBLIC SERVICE
COMMISSION

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July 28, 2015

HAND DELIVERED

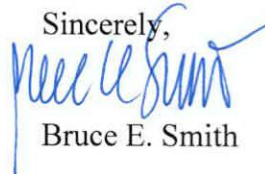
Mr. Jeff Derouen
Kentucky Public Service Commission
211 Sower Boulevard
Frankfort, Kentucky 40601

Re: Case No. 2015-00226

Dear Mr. Derouen:

Enclosed with this letter is Jessamine-South Elkhorn Water District's response to the deficiency letter dated July 14, 2015. An original and 10 copies of the completed Treated Sewage Adjustment Form No. 1 and the District's authorizing resolution are attached.

Sincerely,



Bruce E. Smith

**TREATED SEWAGE ADJUSTMENT
FOR SEWER UTILITIES
(807 KAR 5:075)**

Name of Utility	Jessamine South Elkhorn Water District		
Date	July 14, 2014		
Address	208 S Main St		
City, State, Zip	Nicholasville	KY 40356	
Telephone Number	859-881-0589		
Email address	c/o bruce@smithlawoffice.net		

1.a. Name of all providers and the base (current) rate and changed rate of each. In the event the utility is billed by the provider on a rate that is not a flat rate schedule, the entire rate schedule must be shown. Attach additional sheets if necessary.

Provider(s)	Base Rate	Changed Rate
LFUCG	\$4.65	\$5.21

1.b. A copy of the provider's notice of the changed rate showing the effective date of the increase is attached as Exhibit

2. Twelve-month period upon which the treated sewage adjustment is based. (This twelve-month period must end within 90 days of this filing).

From	July 2015	through	June 2015
	(month and year)		(month and year)

<p>3. Statement of sewage treated. Where sewage treatment is from more than one provider, sewage treatment from each provider must be shown separately. When water purchases are the basis for sewage treatment charges and the water is purchased through a declining block rate schedule, purchases for each month must be shown. Attach additional sheets if necessary.</p>	
Provider(s)	Gallons of Sewage Treated during 12 month period
LFUCG	6,178,390.10
TOTAL	
<p>4. Total gallons of water sold for the 12 month period</p>	
	6,178,390.10
<p>5. Increased cost</p>	
	\$34,598.98
<p>The increased cost is the difference between the gallons of treated sewage at the base (current rate) and at the new rate. The calculation and all supporting documents used to determine the change in treated sewage costs sufficient to determine the accuracy of the calculation is attached as Exhibit</p>	
<p>When water usage is the basis for the utility's sewage treatment charge, the treated sewage adjustment shall be calculated as a per 1,000 gallon factor.</p>	
6. Treated sewage adjustment factor per 1,000 gallons*	\$0.56 per ccf or \$0.75 per 1,000 gallons
<p>*The treated sewage adjustment factor is obtained by dividing the increased cost of the sewage treatment by the total gallons of water sold. (Number 5 ÷ (Number 4 ÷ 1,000))</p>	

Note: The treated sewage adjustment factor is added to each thousand gallons sold. If the minimum usage is 2,000 gallons then the treated sewage adjustment factor would be added to the minimum bill twice.

Minimum Bill – 2,000 gallons

\$20.40 + \$1.50 = \$21.90

When the utility has a flat monthly rate the treated sewage adjustment factor shall be calculated as a flat monthly amount to be added to the current rate.

7. Number of customers or Residential Equivalents

8. Treated sewage adjustment (amount to be added to current monthly bill)**

**The treated sewage adjustment factor is obtained by dividing the increased cost by the number of customers or residential equivalents and then by 12 months.
(Number 5 ÷ (Number 7 ÷ 12).

9. A schedule listing the current and proposed rates is attached as Exhibit

10. A copy of the resolution or other document of the utility's governing body authorizing the proposed rates is attached as **Exhibit "A"**

11. Proposed effective date

July 2, 2015

✓ 

Signature of Utility Officer

CHAIRMAN

Title

RESOLUTION

WHEREAS, the Lexington-Fayette Urban County Government ("LFUCG") gave written notice to the Jessamine-South Elkhorn Water District's ("District"), Sewer Division on April 14, 2015, of a proposed increase to its sewage treatment rates;

WHEREAS, the proposed effective date of the aforementioned increase was July 1, 2015 and the Kentucky Public Service Commission ("PSC") approved the increase effect that date; and

WHEREAS, the District's Board of Commissioners deems it necessary and reasonable to pass the increased treatment rate through to its sewer customers;

NOW, THEREFORE, IT IS HEREBY RESOLVED by the District and the District hereby unanimously approves the pass-through to its customers of the increased sewage treatment rate by LFUCG of \$.75 per 1,000 gallons and authorizes the District's staff to request approval from the PSC, effective August 2, 2015, of such pass-through.

ATTEST:


SECRETARY


CHAIRMAN

7-28-15
DATE

