

CANNONSBURG WATER DISTRICT

1606 CANNONSBURG ROAD

ASHLAND, KY 41102

606-928-9808

FAX# 606-928-4788

RECEIVED

DEC 1 2016

Public Service
Commission

November 21, 2016

Mr. Jeff Derouen
Executive Director
Public Service Commission
211 Sower Boulevard
Frankfort, KY 40601

Case No. 2016-00415

Re: Purchased Water Rate Adjustment

Dear Mr. Derouen:

We have received a letter from the City of Ashland to increase our wholesale water rate. The wholesale rate would increase from \$2.83 / thousand gallons to \$2.94 / thousand gallons. This change would become effective for all flow through the meter on or after January 1, 2017. We request that our water rate would increase to reflect the change.

Enclosed is a copy of the letter from City of Ashland. Also enclosed is a proposed tariff sheet with an effective date of January 1, 2017 and a copy of the letter and notices to Big Sandy Water District and the City of Greenup.

If you have any further questions, please do not hesitate to contact me.

Sincerely,



Tim Webb
Manager

Enclosure(s)

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

RECEIVED

DEC 1 2016

Public Service
Commission

Name of Utility	CANNONSBURG WATER DISTRICT	
Date	11/21/16	
Address	1606 CANNONSBURG ROAD	
City, State, Zip	ASHLAND, KY 41102	
Telephone Number	606-928-9808	
Email Address	tim@cannonsburgwater.com	

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	2.83	2.94
BIG SANDY WATER DIST	4.80	4.80

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

2. Twelve-month period upon which the purchased water adjustment is based. (This twelvemonth period must end within 90 days of this filing).

From	NOVEMBER 2015	through	OCTOBER 2016
	(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	424,767,000
BIG SANDY WATER DISTRICT	799,200
TOTAL PURCHASES	425,546,200
4. Total gallons sold for the 12 month period	276,439,300
5. Increased water cost	46,724.37
<p>The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate. The calculation and all supporting documents used to determine the change in purchased water costs sufficient to determine the accuracy of the calculation is attached as Exhibit</p>	
6. Purchased water adjustment factor	.17
<p>The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold.</p> <p>Note: 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.</p>	
7. A schedule listing the current and proposed rates is attached as Exhibit	
8. A copy of the resolution or other document of the utility's governing body authorizing the proposed rates is attached as Exhibit	
9. Proposed effective date	JANUARY 1, 2017
	
Signature of Utility Officer	
	
Title	

FOR CANNONSBURG WATER DISTRICT

P.S.C. KY. NO. Entire District Service Area

Original _____ SHEET NO. 1

CANNONSBURG WATER DISTRICT

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

_____ SHEET NO. _____

RATES AND CHARGES

MONTHLY WATER RATES

5/8-Inch x 3/4' Inch meter

First	2,000 Gallons	\$ 24.17 Minimum Bill
Next	3,000 Gallons	9.17 per 1,000 Gallons
Next	15,000 Gallons	8.42 per 1,000 Gallons
Next	30,000 Gallons	7.77 per 1,000 Gallons
Next	50,000 Gallons	7.42 per 1,000 Gallons
Over	100,000 Gallons	6.50 per 1,000 Gallons

1-Inch Meter

First	5,000 Gallons	\$ 51.68 Minimum Bill
Next	15,000 Gallons	8.42 per 1,000 Gallons
Next	30,000 Gallons	7.77 per 1,000 Gallons
Next	50,000 Gallons	7.42 per 1,000 Gallons
Over	100,000 Gallons	6.50 per 1,000 Gallons

2-Inch & 3-Inch Meter

First	20,000 Gallons	\$ 177.98 Minimum Bill
Next	30,000 Gallons	7.77 per 1,000 Gallons
Next	50,000 Gallons	7.42 per 1,000 Gallons
Over	100,000 Gallons	6.50 per 1,000 Gallons

6-Inch Meter

First	50,000 Gallons	\$ 411.08 Minimum Bill
Next	50,000 Gallons	7.42 per 1,000 Gallons
Over	100,000 Gallons	6.50 per 1,000 Gallons

DATE OF ISSUE November 21, 2016
MONTH / DATE. / YEAR

DATE EFFECTIVE JANUARY 1, 2016
MONTH / DATE/ YEAR

ISSUED BY 
(SIGNATURE OF OFFICER)

TITTLE MANAGER

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED Novmeber 21, 2016

FOR CANNONSBURG WATER DISTRICT

P.S.C. KY. NO. Entire District Service Area

Original SHEET NO. _____

CANNONSBURG WATER DISTRICT

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

_____ SHEET NO. _____

RATES AND CHARGES

12-Inch Meter

First 100,000 Gallons
Over 100,000 Gallons

\$ 782.08 Minimum Bill
6.50 per 1,000 Gallons

LEAK ADJUSTMENT RATE

\$4.21 PER 1,000 Gallons

WHOLESALE CUSTOMER

Big Sandy Water District

\$ 4.42 per 1,000 Gallons

City of Greenup Co.

\$ 4.42 per 1,000 Gallons

DATE OF ISSUE November 21, 2016
MONTH / DATE. / YEAR

DATE EFFECTIVE JANUARY 1, 2017
MONTH / DATE/ YEAR

ISSUED BY 
(SIGNATURE OF OFFICER)

TITTLE MANAGER

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED November 21, 2016

CITY OF ASHLAND WATER PURCHASED		
<u>DATES</u>	<u>GALLONS</u>	<u>AMOUNT</u>
Nov-15	32,613,000	\$ 92,294.79
Dec-15	30,156,000	\$ 85,341.48
Jan-16	34,381,000	\$ 97,298.23
Feb-16	41,188,000	\$ 116,562.00
Mar-16	35,461,000	\$ 100,354.63
Apr-16	35,181,000	\$ 99,562.23
May-16	31,710,000	\$ 89,739.30
Jun-16	36,030,000	\$ 101,964.90
Jul-16	35,380,000	\$ 100,125.40
Aug-16	35,472,000	\$ 100,385.76
Sep-16	42,257,000	\$ 119,587.31
Oct-16	<u>34,938,000</u>	<u>\$ 98,874.54</u>
TOTAL	424,767,000	\$ 1,202,090.57

BIG SANDY \		
<u>DATES</u>	<u>GALLONS</u>	<u>AMOUNT</u>
Nov-15	129,300	\$ 595.93
Dec-15	207,800	\$ 1,047.31
Jan-16	215,000	\$ 1,704.13
Feb-16	180,900	\$ 911.74
Mar-16	17,300	\$ 87.19
Apr-16	500	\$ 2.77
May-16	0	\$ -
Jun-16	0	\$ -
Jul-16	0	\$ -
Aug-16	0	\$ -
Sep-16	0	\$ -
Oct-16	<u>28,400</u>	<u>\$ 143.14</u>
TOTAL	779,200	\$ 4,492.21

WATER SOLD		
<u>DATE</u>	<u>GALLONS</u>	<u>AMOUNT</u>
Nov-15	20,806,200	\$ 193,169.95
Dec-15	19,566,400	\$ 189,984.77
Jan-16	27,559,400	\$ 228,859.67
Feb-16	26,406,200	\$ 220,772.75
Mar-16	21,594,800	\$ 195,773.87
Apr-16	22,616,600	\$ 199,402.49
May-16	20,549,700	\$ 190,852.28
Jun-16	23,601,800	\$ 210,363.84
Jul-16	24,352,800	\$ 217,091.68
Aug-16	24,472,600	\$ 218,039.68
Sep-16	22,123,400	\$ 201,778.83
Oct-16	<u>22,789,400</u>	<u>\$ 210,545.58</u>
TOTAL	276,439,300	\$ 2,476,635.39

Ashland

#

Engineering & Utilities

P.O. Box 1839
Ashland, KY 41105-1839

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

November 15, 2016

Mr. Tim Webb
Manager
Cannonsburg Water District
1606 Cannonsburg Road
Ashland, KY 41102

RE: Wholesale Water Rate Adjustment for Cannonsburg Water District

Dear Mr. Webb:

The City of Ashland is proposing an increase in the rate to wholesale water purchasers. The increase from \$2.83 / thousand gallons to \$2.94 / thousand gallons becomes effective January 1, 2017 to all wholesale water purchasers from The City of Ashland including Cannonsburg Water District. Therefore, all water passing through the meter on or after January 1, 2017, 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: Public Service Commission
File

Ashland

#

Engineering & Utilities

P.O. Box 1839
Ashland, KY 41105-1839

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

November 15, 2016

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 \$2.83 / thousand gallons to \$2.94 / thousand gallons. The change would become effective for all flow through the meter on or after January 1, 2017.

Enclosed is (1) a proposed tariff sheet with an effective date of January 1, 2017 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

FOR Boyd County, Kentucky
Community, Town or City

P.S.C. KY. NO. 1

2nd Revised SHEET NO. 1

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

1st Revised SHEET NO. 1

City of Ashland, Kentucky
(Name of Municipal Utility)

RATES AND CHARGES

MONTHLY WHOLESALE WATER RATE:

Cannonsburg Water District

\$2.94 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.
- \$2.33 per 1,000 gallons effective on October 1, 2011.
- \$2.46 per 1,000 gallons effective on January 1, 2012.
- \$2.58 per 1,000 gallons effective on January 13, 2013.
- \$2.73 per 1,000 gallons effective on January 1, 2014.
- \$2.83 per 1,000 gallons effective on January 1, 2015.

DATE OF ISSUE November 15, 2016
Month / Date / Year

DATE EFFECTIVE January 1, 2017
Month / Date / Year

ISSUED BY 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

NOTICE:

The City of Ashland ("Ashland") is providing notice that it filed with the Public Service Commission on November 15, 2016, to increase its wholesale rate to Cannonsburg Water District effective for water service rendered on and after January 1, 2017. The proposed rate is as follows:

<u>Current Rate</u>	<u>Proposed Rate</u>	<u>\$ Difference</u>	<u>% Difference</u>
\$2.83 per 1,000 gallons	\$2.94 per 1,000 gallons	\$0.11 per 1,000 gallons	3.8% Increase

Water flowing through the meter(s) before the effective date will be charged at the current rate while water flowing through the meter(s) on and after the effective date will be charged at the proposed rate.

This filing may be examined at the offices of Ashland located at 1700 Greenup Avenue in Ashland, Kentucky.

The 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, Kentucky 40602; or through its website at

The proposed rate is the rate proposed by Ashland in its filing but the Public Service Commission may order a rate that differs from the proposed rate.

Intervention may be requested by submitting a timely written request for intervention by mail to the Public Service Commission, Post Office Box 615, Frankfort, Kentucky 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 filing.

ACKNOWLEDGEMENT OF RECEIPT

I, Tim Webb, Manager of the Cannonsburg Water District, hereby acknowledge receipt of the letter dated November 15, 2016 from Ryan Eastwood, P.E., Director of Engineering and Utilities, City of Ashland Kentucky, stating that the City of Ashland intends to increase the current water rates to \$2.94/1,000 gallons effective January 1, 2017 and an annual adjustment each January thereafter.

STATE OF KENTUCKY)
COUNTY OF _____)

I, a Notary Public in and for the aforesaid county and state, do hereby certify that the foregoing Acknowledge of Receipt was this day before me in my said county and state, duly executed, acknowledged, subscribed and sworn to by Tim Webb, Manager of the Cannonsburg Water District, to be his free act and deed.

This _____ day of _____, 2016.

NOTARY PUBLIC, State-at-large, KY

My Commission Expires: _____#

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

November 21, 2016

Mayor
City of Greenup
1005 Walnut
Greenup, KY 41144

RE: Wholesale Water Rate Adjustment for City of Greenup

We have received notification that the City of Ashland will increase our water rate. We will be passing this increase to our customers. Based on our contract for your water use, we will be increasing the cost from \$4.25 to \$4.42 per 1000 gallon. Therefore, all water passing through the meter on or after January 1, 2017 shall be billed at the new rate. We are submitting this notice simultaneously to the Kentucky Public Service Commission.

Enclosed is a copy of the letter from the City of Ashland.

Sincerely,



Tim Webb
Manager

TW/sph
enclosures

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

November 21, 2016

Jimmie Blanton
Big Sandy Water District
18200 St Rt 3
Catlettsburg, KY 41129-9325

RE: Wholesale Water Rate Adjustment for Big Sandy Water District

We have received notification that the City of Ashland will increase our water rate. We will be passing this increase to our customers. Based on our contract for your water use, we will be increasing the cost from \$4.25 to \$4.42 per 1000 gallon. Therefore, all water passing through the meter on or after January 1, 2017 shall be billed at the new rate. We are submitting this notice simultaneously to the Kentucky Public Service Commission.

Enclosed is a copy of the letter from the City of Ashland.

Sincerely,



Tim Webb
Manager

TW/sph
enclosures