

DEC 05 2017

PUBLIC SERVICE
COMMISSION

DAVID A. KOENIG
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December 1, 2017

Gwen R. Pinson
Executive Director
Public Service Commission
211 Sower Boulevard
P.O. Box 615
Frankfort, KY 40602-0615

Re: **Boone County Water District**

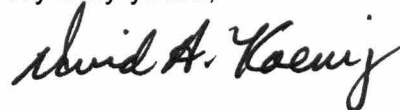
Dear Ms. Pinson:

Enclosed please find original and ten copies of purchased water application with supporting documents for the Boone County Water District. The purchased water application has also been filed electronically.

My e-mail address is dakoenig@zoomtown.com. The e-mail address of the Boone County Water District is boonewater@aol.com.

Thanking you for your consideration, and with kindest regards, I remain,

Very truly yours,



DAVID A. KOENIG

DAK:as
enclosure


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

RECEIVED

DEC 05 2017

PUBLIC SERVICE
COMMISSION

Name of Utility	Boone County Water District																	
Date	12-1-17																	
Address	P.O. Box 18 - 2475 Burlington Pike																	
City, State, Zip	Burlington, Kentucky	41005																
Telephone Number	(859) 586-6155																	
Email Address	boonewater@aol.com																	
<p>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.</p> <table border="1"> <thead> <tr> <th>Supplier(s)</th> <th>Base Rate</th> <th>Changed Rate</th> </tr> </thead> <tbody> <tr> <td>Boone-Florence Water Commission</td> <td>3.18</td> <td>3.2754</td> </tr> <tr> <td> </td> <td> </td> <td> </td> </tr> <tr> <td> </td> <td> </td> <td> </td> </tr> <tr> <td> </td> <td> </td> <td> </td> </tr> </tbody> </table>				Supplier(s)	Base Rate	Changed Rate	Boone-Florence Water Commission	3.18	3.2754									
Supplier(s)	Base Rate	Changed Rate																
Boone-Florence Water Commission	3.18	3.2754																
<p>1.b. A copy of the supplier's notice of the changed rate showing the effective date of the increase is attached as Exhibit</p>																		
<p>2. Twelve-month period upon which the purchased water adjustment is based. (This twelve-month period must end within 90 days of this filing).</p> <table border="1"> <tr> <td>From</td> <td>September, 2016</td> <td>through</td> <td>August, 2017</td> </tr> <tr> <td></td> <td>(month and year)</td> <td></td> <td>(month and year)</td> </tr> </table>				From	September, 2016	through	August, 2017		(month and year)		(month and year)							
From	September, 2016	through	August, 2017															
	(month and year)		(month and year)															
<p>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.</p>																		

Supplier(s)	Gallons Purchased during 12 month period
Boone-Florence Water Commission	2,734,944,564
TOTAL PURCHASES	2,734,944,564
4. Total gallons sold for the 12 month period	2,479,651,183
5. Increased water cost	260,913.42
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	
6. Purchased water adjustment factor	\$0.11
The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold.	
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.	
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, 2018
	
Signature of Utility Officer	
General Manager	
Title	

BOONE - FLORENCE WATER COMMISSION



December 14, 2016

Harry Anness
Boone County Water District
P.O. Box 18
Burlington, KY 41005

RE: Change In Rates

Dear Harry,

On November 18, 2016, the commissioners of the Boone-Florence Water Commission approved a new rate in the amount of \$ 3.2754 per 1,000 gallons for water sales effective January 1, 2017. This represents an increase of 3.00 % compared to the present rate of \$ 3.18. The Commission is required to institute this change in rates because the Commission will be unable to meet the coverage requirements imposed in its bond covenants absent a rate increase.

Very truly yours,

A handwritten signature in blue ink that reads "Carl Cassell".

Carl Cassell, General Manager

	Purchased	Sold
9/16	259,711,584	259,446,900
10/16	238,306,068	183,938,702
11/16	225,978,280	177,017,777
12/16	207,746,528	198,215,090
1/17	209,054,032	178,045,225
2/17	182,387,832	173,581,502
3/17	202,606,272	170,291,282
4/17	204,200,260	202,201,854
5/17	227,920,088	197,154,729
6/17	258,137,792	267,489,360
7/17	255,489,124	240,932,137
8/17	263,406,704	231,336,625
	2,734,944,564	2,479,651,183
Base Rate	8,697,124.00	
New Rate	8,958,037.42	
Increased water cost	260,913.42	
Divided by gallons sold	2,479,651,183	
Purchased water adjustment factor	0.1052	

WATER SYSTEM RATES

Schedule A: All customers except multiple occupancy buildings and mobile home parks.

	<u>EXISTING</u>	<u>PROPOSED</u>
First 3,000 gallons	\$17.19 minimum charge	\$17.52 minimum charge
Next 2,000 gallons	\$ 5.23 per 1,000 gallons	\$ 5.34 per 1,000 gallons
Next 5,000 gallons	\$ 4.98 per 1,000 gallons	\$ 5.09 per 1,000 gallons
All over 10,000 gallons	\$ 4.23 per 1,000 gallons	\$ 4.34 per 1,000 gallons

Schedule B: Multiple occupancy buildings and mobile home parks.

	<u>EXISTING</u>	<u>PROPOSED</u>
First 3,000 gallons	\$17.19 Minimum Charge	\$17.52 minimum charge
Next 2,000 gallons	\$ 5.73 per 1,000 gallons	\$ 5.84 per 1,000 gallons
Next 5,000 gallons	\$ 5.23 per 1,000 gallons	\$ 5.34 per 1,000 gallons
Next 140,000 gallons	\$ 4.98 per 1,000 gallons	\$ 5.09 per 1,000 gallons
All over 150,000 gallons	\$ 4.23 per 1,000 gallons	\$ 4.34 per 1,000 gallons

<u>TANK WAGON SALES:</u>	<u>EXISTING</u>	<u>PROPOSED</u>
	\$ 4.20 per 1,000 gallons	\$ 4.28 per 1,000 gallons

Monthly Minimum Charge by Meter size:

5/8" x 3/4" meter	3,000 gallons
1" meter	5,000 gallons
1-1/2" meter	9,000 gallons
2" meter	11,000 gallons
3" meter	21,000 gallons
4" meter	29,000 gallons
6" meter and larger	100,000 gallons

<u>SCHEDULE A</u>			<u>SCHEDULE B</u>	
<u>Meter Size</u>	<u>Existing</u>	<u>Proposed</u>	<u>Existing</u>	<u>Proposed</u>
5/8" x 3/4" meter	\$17.19	\$17.52	\$17.19	\$17.52
1" meter	\$27.65	\$28.20	\$28.65	\$29.20
1-1/2" meter	\$47.57	\$48.56	\$49.57	\$50.56
2" meter	\$56.78	\$57.99	\$59.78	\$60.99
3" meter	\$99.08	\$101.39	\$109.58	\$111.89
4" meter	\$132.92	\$136.11	\$149.44	\$152.63
6" meter and larger	\$433.25	\$444.25	\$503.00	\$514.00

**BOONE COUNTY WATER DISTRICT
RESOLUTION**

RESOLVED, that the Boone County Water District amend its water system rates according to the attached Water System Rate Schedule to reflect an increase in rates from its supplier.

A handwritten signature in blue ink, appearing to read "R. Knock Ch.", is written over a horizontal line.

RICHARD KNOCK, CHAIRMAN

ATTEST:

A handwritten signature in black ink, appearing to read "Tim Alexander", is written over a horizontal line.
TIM ALEXANDER, SECRETARY

ADOPTED NOVEMBER 21, 2017

LEGAL NOTICE

Notice is hereby given that the Boone County Water District ("District") has filed an application with the Public Service Commission ("PSC") to adjust its water rates as a result of an increase from its supplier, the Boone-Florence Water Commission. The proposed effective date is January 1, 2018. The proposed changes are as follows:

Schedule A: All customers except multiple occupancy buildings and mobile home parks.

	<u>EXISTING</u>	<u>PROPOSED</u>	<u>\$INCREASE</u>	<u>%INCREASE</u>
First 3,000 gallons	\$17.19 minimum charge	\$17.52 minimum charge	0.33	2.0
Next 2,000 gallons	\$ 5.23 per 1,000 gallons	\$ 5.34 per 1,000 gallons	0.11	2.0
Next 5,000 gallons	\$ 4.98 per 1,000 gallons	\$ 5.09 per 1,000 gallons	0.11	2.0
All over 10,000 gallons	\$ 4.23 per 1,000 gallons	\$ 4.34 per 1,000 gallons	0.11	3.0

Schedule B: Multiple occupancy buildings and mobile home parks.

	<u>EXISTING</u>	<u>PROPOSED</u>	<u>\$INCREASE</u>	<u>%INCREASE</u>
First 3,000 gallons	\$17.19 minimum Charge	\$17.52 minimum Charge	0.33	2.0
Next 2,000 gallons	\$ 5.73 per 1,000 gallons	\$ 5.84 per 1,000 gallons	0.11	2.0
Next 5,000 gallons	\$ 5.23 per 1,000 gallons	\$ 5.34 per 1,000 gallons	0.11	2.0
Next 140,000 gallons	\$ 4.98 per 1,000 gallons	\$ 5.09 per 1,000 gallons	0.11	2.0
All over 150,000 gallons	\$ 4.23 per 1,000 gallons	\$ 4.34 per 1,000 gallons	0.11	3.0

	<u>EXISTING</u>	<u>PROPOSED</u>	<u>\$INCREASE</u>	<u>%INCREASE</u>
<u>Tank Wagon Sales</u>	\$ 4.20 per 1,000 gallons	\$ 4.28 per 1,000 gallons	0.08	2.0

Monthly Minimum Charge by Meter Size:

5/8" x 3/4" meter	3,000 gallons
1" meter	5,000 gallons
1-1/2" meter	9,000 gallons
2" meter	11,000 gallons
3" meter	21,000 gallons
4" meter	29,000 gallons
6" meter and larger	100,000 gallons

SCHEDULE A

<u>METER SIZE</u>	<u>EXISTING</u>	<u>PROPOSED</u>	<u>\$INCREASE</u>	<u>%INCREASE</u>
5/8" x 3/4" meter	\$ 17.19	\$ 17.52	0.33	2.0
1" meter	\$ 27.65	\$ 28.20	0.55	2.0
1-1/2" meter	\$ 47.57	\$ 48.56	0.99	2.0
2" meter	\$ 56.78	\$ 57.99	1.21	2.0
3" meter	\$ 99.08	\$101.39	2.31	2.0
4" meter	\$132.92	\$136.11	3.19	2.0
6" meter and larger	\$433.25	\$444.25	11.00	3.0

SCHEDULE B

<u>METER SIZE</u>	<u>EXISTING</u>	<u>PROPOSED</u>	<u>\$INCREASE</u>	<u>%INCREASE</u>
5/8" x 3/4" meter	\$ 17.19	\$ 17.52	0.33	2.0
1" Meter	\$ 28.65	\$ 29.20	0.55	2.0
1-1/2" meter	\$ 49.57	\$ 50.56	0.99	2.0
2" meter	\$ 59.78	\$ 60.99	1.21	2.0
3" meter	\$109.58	\$111.89	2.31	2.0
4" meter	\$149.44	\$152.63	3.19	2.0
6" meter and larger	\$503.00	\$514.00	11.00	2.0

The average bill for a customer using 5,000 gallons of water each month would increase 2.0% from \$27.65 to \$28.20 for an increase of \$0.55 in the average customer's monthly bill.

Any person may examine this application at the District's office located at 2475 Burlington Pike, Burlington, Kentucky, 41005; telephone (859) 586-6155.

Any person may examine the application at the PSC Office located at 211 Sower Boulevard, Frankfort, Kentucky, Monday through Friday, 8:00 a.m. to 4:30 p.m., or on the PSC website at <http://psc.ky.gov>; telephone (502) 564-3940.