



U.S. 60 Water District

PO Box 97
Bagdad, KY 40003
(502) 747-8942

RECEIVED

JUL 13 2018

PUBLIC SERVICE
COMMISSION

July 10, 2018

Public Service Commission
P.O. Box 615
Frankfort, KY 40602

To the COMMISSION:

The U.S. 60 Water District respectfully requests that the COMMISSION allow us to make an adjustment in our rates in accordance with 807 KAR 5:067 Purchased Water Adjustment clause.

The District has been told by its supplier, Frankfort Electric and Water Plant Board they are planning an increase which will take effect on July 26, 2018.
The following documents are enclosed:

- Exhibit A. Purchased Water Adjustment for Water Districts
- Exhibit B. Notice to Customers
- Exhibit C. Tariff Sheet
- Exhibit D. Supplier's Tariff
- Exhibit E. Resolution

We request that the COMMISSION allow U.S. 60 to deviate from the 30 day notification and put the rates into effect at the same time Frankfort puts in effect the new wholesale rate.

If you have any questions, please contact Warner Broughman at 859-271-1778, as he is handling this matter.

Yours truly,

A handwritten signature in black ink that reads "William Eggen". The signature is written in a cursive style.

William Eggen
Chairman

WE:pac

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

JUL 13 2018

PUBLIC SERVICE
COMMISSION

| | | | |
|------------------|-------------------------|-------|--|
| Name of Utility | U. S. 60 WATER DISTRICT | | |
| Date | JUNE 2018 | | |
| Address | P.O. BOX 97 | | |
| City, State, Zip | BAGDAD, KY | 40003 | |
| Telephone Number | (502) 747-8942 | | |

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 |
|-------------|-----------|--------------|
| FEWPB | 2.55 | 2.64 |
| Shelbyville | N/A | N/A |
| | | |
| | | |

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

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

| | | | |
|------|------------------|---------|------------------|
| From | May 2017 | through | April 2018 |
| | (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.

EXHIBIT A


| Supplier(s) | Gallons Purchased during 12 month period |
|--|--|
| FRANKFORT PLANT BOARD | 143,010,200 |
| SHELBYVILLE MUNICIPAL UTILITIES | 44,107,900 |
| | |
| TOTAL PURCHASES | 187,118,100 |
| 4. Total gallons sold for the 12 month period | 139,633,900 |
| 5. Increased water cost | 12,870,92 |
| The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate. | |
| 6. Purchased water adjustment factor | \$0.10 |
| The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold. | |
| <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. Revised tariff sheets must be attached showing the rate to be charged by the utility and the effective date of the increased rates.</p> | |
| 7. Proposed effective date | July 26, 2018 |
|  | |
| Signature of Utility Officer | |
| CHAIRMAN | |
| Title | |

EXHIBIT A

NOTICE TO CUSTOMERS

Due to an increase from its supplier, U.S. 60 Water District ("U.S. 60") has applied for approval from the Public Service Commission to adjust its rates for water service rendered on and after July 26, 2018.

| <u>MONTHLY RATES</u> | <u>PRIOR RATES</u> | <u>NEW RATES</u> | <u>\$ CHANGE</u> | <u>% CHANGE</u> |
|---|--------------------|------------------|------------------|-----------------|
| <u>5/8 x 3/4 Meters</u> | | | | |
| First 1,000 gallons (minimum bill) | \$16.98 | \$17.08 | 0.10 | 0.01 Increase |
| Next 2,000 gallons per 1,000 gallons | \$ 9.31 | \$ 9.41 | 0.10 | 0.02 Increase |
| Next 2,000 gallons per 1,000 gallons | \$ 7.81 | \$ 7.91 | 0.10 | 0.02 Increase |
| All over 5,000 gallons per 1,000 gallons | \$ 7.09 | \$ 7.19 | 0.10 | 0.02 Increase |
| <u>1-inch Meters</u> | | | | |
| First 5,000 gallons (minimum bill) | \$51.22 | \$51.72 | 0.50 | 0.02 Increase |
| All over 5,000 gallons per 1,000 gallons | \$ 5.82 | \$ 5.96 | 0.14 | 0.02 Increase |
| <u>2 Inch Meter</u> | | | | |
| First 25,000 gallons (minimum bill) | \$158.78 | \$162.28 | 3.50 | 0.02 Increase |
| All over 50,000 gallons per 1,000 gallons | \$ 7.09 | \$ 7.19 | 0.10 | 0.02 Increase |
| <u>Bulk User Rate</u> | | | | |
| First 1,000 gallons (minimum bill) | \$ 4.12 | \$ 4.24 | 0.10 | 0.03 Increase |
| All over 1,000 gallons per 1,000 gallons | \$ 4.12 | \$ 4.24 | 0.10 | 0.03 Increase |
| <u>Wholesale Water Rates:</u> | | | | |
| First 25,000 Gallons | \$162.28 | \$164.78 | 2.50 | 0.02 Increase |
| All over 25,000 Gallons | 5.96 | \$ 6.06 | 0.10 | 0.02 Increase |

The monthly bill for an average customer using 5,000 gallons of water each month will increase \$0.50 (or 2.0%) from \$51.22 to \$51.72.

A person may examine this application at U.S. 60's office located at 4596 Bagdad Road, Bagdad, Kentucky.

A person may also examine this application at the Public Service Commission ("PSC") 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.

EXHIBIT B

U.S. 60 Water District
P.O. Box 97
Bagdad, KY 40003

P.S.C. KY No. 2018-

Cancelling P.S.C. KY No. 2017-
(Sheet No.)

| CLASSIFICATION OF SERVICE | RATE PER UNIT |
|---|---------------|
| Rates: <u>5/8 x 3/4 Inch Meter</u> | |
| First 1,000 gallons per month (minimum bill) | \$17.08 |
| Next 2,000 gallons per month per 1,000 gallons | 9.41 |
| Next 2,000 gallons per month per 1,000 gallons | 7.91 |
| Over 5,000 gallons per month per 1,000 gallons | 7.19 |
| <u>1 Inch Meter</u> | |
| First 5,000 gallons per month (minimum bill) | \$51.72 |
| Over 5,000 gallons per month per 1,000 gallons | 7.09 |
| <u>2 Inch Meter</u> | |
| First 25,000 gallons per month (minimum bill) | \$195.52 |
| Over 25,000 gallons per month per 1,000 gallons | 7.09 |
| <u>Bulk User Rate</u> | |
| First 1,000 gallons per month (minimum bill) | \$4.24 |
| Over 1,000 gallons per month per 1,000 gallons | 4.24 |
| <u>Wholesale Water Rates:</u> | |
| First 25,000 gallons per month (minimum bill) | \$164.78 |
| Over 25,000 gallons per month per 1,000 gallons | 6.06 |

Date of Issue: July 10, 2018 Date Effective: July 26, 2018

Issued by: William Egger
Title: Chairman

Issued by the authority of an Order of the
Public Service Commission of Kentucky
in Case No. 2018- Dated _____

NOTICE

The Electric and Water Plant Board of the City of Frankfort, Kentucky ("FPB") filed a proposed rate schedule on June 26, 2018 with the Public Service Commission which will increase the Kentucky River Authority Fee provided as follows:

| <u>Customer</u> | <u>Present Rate per 1,000 gallons</u> | <u>Proposed Rate per 1,000 gallons</u> | <u>Percentage Difference</u> | <u>Dollar Difference per 1,000 gallons</u> | <u>Average Monthly Usage</u> | <u>Effect on Average Monthly Bill</u> |
|-----------------------------------|---------------------------------------|--|------------------------------|--|------------------------------|---------------------------------------|
| Elkhorn Water District | 20.0 cents | 29.0 cents | 45% | 9 cents | 5,115,758 gallons | \$460.42 |
| Farmdale Water District | 20.0 cents | 29.0 cents | 45% | 9 cents | 20,194,692 gallons | \$1,817.52 |
| North Shelby Water District | 20.0 cents | 29.0 cents | 45% | 9 cents | 5,892,839 gallons | \$530.36 |
| Peaks Mill Water District | 20.0 cents | 29.0 cents | 45% | 9 cents | 6,450,808 gallons | \$580.67 |
| South Anderson Water District | 20.0 cents | 29.0 cents | 45% | 9 cents | 9,285,158 gallons | \$835.66 |
| U.S. 60 Water District | 20.0 cents | 29.0 cents | 45% | 9 cents | 10,340,283 gallons | \$930.63 |
| Northeast Woodford Water District | 20.0 cents | 29.0 cents | 45% | 9 cents | 3,938,958 gallons | \$354.51 |

The proposed effective date is **July 26, 2018. (This date is subject to change)**

The rates contained in this notice are the rates proposed by FPB. However, the Public Service Commission may order rates to be charged that differ from the proposed rate contained in this notice.

Comments regarding the rate schedule may be submitted to the Public Service Commission through its web site or by mail to Public Service Commission, P.O. Box 615, Frankfort, KY 40602.

Any corporation, association, or person may submit a timely written request for intervention to the Public Service Commission, P.O. Box 615 Frankfort, KY 40602 establishing the grounds for the request including the status and interest of the party. If the Commission does not receive a written request for intervention within thirty (30) days of initial publication or mailing of the notice, the Commission may take final action on the rate schedule.

Any person who has been granted intervention by the Public Service Commission may obtain copies of the rate schedule and any other filings made by FPB at its office located at 151 Flynn Avenue, Frankfort, Kentucky 40601; or by telephoning Hance Price at (502) 352-4570.

Any person may examine the rate schedule and other filings made by FPB at its office located at 151 Flynn Avenue, Frankfort, Kentucky 40601, or by contacting the Public Service Commission at 211 Sower Boulevard in Frankfort, Kentucky; telephone 502-564-3940, Monday through Friday, 8:30 a.m. to 4:30 p.m., or through the Commission's website at <http://psc.ky.gov>.

RESOLUTION

RESOLUTION OF THE U.S. 60 Water District, AUTHORIZING THE IMPLEMENTATION OF NEW RATES, SUBMITTING NEW RATES TO THE PUBLIC SERVICE COMMISSION AND AUTHORIZING A REPRESENTATIVE TO SIGN ALL RELATED DOCUMENTS

WHEREAS, the Frankfort Electric and Water Plant Board has raised the wholesale cost of water and

WHEREAS, the Public Service Commission has approved the rate increase; and

WHEREAS, the District desires to adjust its rates to its customers to reflect the wholesale rate increase.

NOW, THEREFORE, BE IT RESOLVED by the Board of Commissioners of the U.S. 60 Water District as follows:

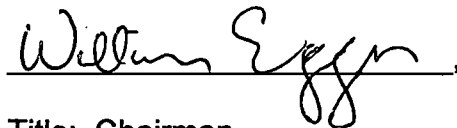
SECTION 1. That the District hereby accepts the rate awarded by the Public Service Commission and approves the raising of rates by a like amount to its customers.

SECTION 2. That William Eggen is hereby authorized, directed and empowered by the District to execute the necessary documents, and to otherwise act on behalf of the District to implement the changed rates.

SECTION 3. This Resolution shall take effect immediately upon passage.

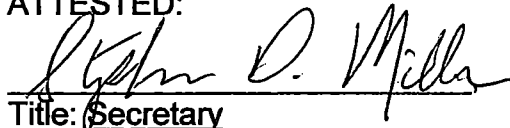
ADOPTED on June 19, 2018.

U.S. 60 Water District



Title: Chairman

ATTESTED:



Title: Secretary

EXHIBIT E