


PURCHASED WATER ADJUSTMENT FOR WATER DISTRICTS AND WATER ASSOCIATIONS (807 KAR 5:068)		RECEIVED DEC 21 2018 PUBLIC SERVICE COMMISSION	
Name of Utility	Bath County Water District		
Date	December 17, 2018		
Address	PO Box 369		
City, State, Zip	Salt Lick, Kentucky	40371	
Telephone Number	(606) 683-6363		
Email Address	sgreenebathwater@roadrunner.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	
Morehead Utility Plant Board	1.398 per 1,000	1.488 per 1,000	
Morehead Utility Plant Board	Capitol Cost 17,416.40 per month	Capitol Cost 17,809.67 per month	
Mt. Sterling Water	2.96per 1,000	3.11 per 1,000	
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 twelve-month period must end within 90 days of this filing).			
From	December 1, 2017	through	November 30, 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.			

Supplier(s)	Gallons Purchased during 12 month period
Morehead Utility Plant Board	452,017,000
Mt. Sterling Water	21,645,000
TOTAL PURCHASES	473,662,000
4. Total gallons sold for the 12 month period	428,564,000
5. Increased water cost	48,647.52
<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	.11
<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 (Bills due after)	January 15, 2019
	
Signature of Utility Officer	
Chairperson	
Title	

Form for filing Rate Schedules

FOR All territories served
Community, Town, or City

P.S.C. No. 1

Bath County Water District
Name of Issuing Corporation

Original SHEET NO. 4

CANCELLING P.S.C. NO. _____

_____ SHEET NO. _____

RATES AND CHARGES

RATE
PER UNIT

A. MONTHLY WATER RATES

5/8 Inch X 3/4 Inch Meter:

First	2,000 Gallons	\$16.46 Minimum Bill
Next	3,000 Gallons	6.38 Per 1,000 Gallons
Next	5,000 Gallons	4.95 Per 1,000 Gallons
Next	10,000 Gallons	4.29 Per 1,000 Gallons
Next	30,000 Gallons	4.07 Per 1,000 Gallons
Over	50,000 Gallons	3.95 Per 1,000 Gallons

1 Inch Meter:

First	10,000 Gallons	\$60.35 Minimum Bill
Next	10,000 Gallons	4.29 Per 1,000 Gallons
Next	30,000 Gallons	4.07 Per 1,000 Gallons
Over	50,000 Gallons	3.95 Per 1,000 Gallons

2 Inch Meter:

First	50,000 Gallons	\$225.35 Minimum Bill
Over	50,000 Gallons	3.95 Per 1,000 Gallons

DATE OF ISSUE _____
Month/Date/Year

DATE EFFECTIVE January 15, 2019
Month/Date/Year

ISSUED BY Marvin R Crouch
(Signature of Officer)

TITLE Chairperson

By Authority of Order of the Public Service Commission
In Case No. _____ Dated _____

Form for filing Rate Schedules

FOR All territories served
Community, Town, or City

Bath County Water District
Name of Issuing Corporation

P.S.C. No. 1

Original SHEET NO. 9

CANCELLING P.S.C. NO. _____

_____ SHEET NO. _____

RATES AND CHARGES

**RATE
PER UNIT**

F. LEAK ADJUSTMENT RATE: \$ 3.18 Per 1,000 Gallons

G. WHOLESALE WATER RATES:

Sharpsburg Water District \$ 3.66 Per 1,000 Gallons

City of Frenchburg \$ 3.21 Per 1,000 Gallons

City of Owingsville
Monthly Debt Service Payment \$ 4,733.91 Minimum Bill
All Usage 2.80 Per 1,000 Gallons

Bulk Sales \$ 8.74 Per 1,000 Gallons

DATE OF ISSUE _____

Month/Date/Year

DATE EFFECTIVE January 15, 2019

Month/Date/Year

ISSUED BY Marvin R Crouch
(Signature of Officer)

TITLE Chairperson

By Authority of Order of the Public Service Commission
In Case No. _____ **Dated** _____.

LEGAL NOTICE

Notice is hereby given that Bath 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 suppliers, Morehead Utility Plant Board and Mt Sterling Water. The proposed effective date is January 15, 2019. The proposed changes are as follows:

<u>Monthly Rates</u>	<u>Existing Rates</u>	<u>Proposed Rates</u>	<u>\$ Increase</u>	<u>% Increase</u>
5/8" x 3/4" Meter				
First 2,000 gallons	\$16.24	\$16.46	.22	1.35%
Next 3,000 gallons	6.27	6.38	.11	1.75%
Next 5,000 gallons	4.84	4.95	.11	2.27%
Next 10,000 gallons	4.18	4.29	.11	2.63%
Next 30,000 gallons	3.96	4.07	.11	2.78%
Over 50,000 gallons	3.84	3.95	.11	2.99%
1" Meter				
First 10,000 gallons	\$59.25	\$60.35	1.10	1.85%
Next 10,000 gallons	4.18	4.29	.11	2.63%
Next 30,000 gallons	3.96	4.07	.11	2.78%
Over 50,000 gallons	3.84	3.95	.11	2.99%
2" Meter				
First 50,000 gallons	219.85	225.35	5.50	2.50%
Over 50,000 gallons	3.84	3.95	.11	2.99%
Bulk Sales				
Per 1,000 gallons	8.63	8.74	.11	1.27%

The average bill for a customer using 5,000 gallons of water each month would increase 1.57% from \$35.05 to \$35.60 for an increase of .85 cents on the average customer's monthly bill.

Any person may examine this application at the district's office located at 21 Church Street in Salt Lick, Kentucky; telephone (606) 683-6363.

Any person may examine this application at the 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.

Bath County Water District

POST OFFICE BOX 369
SALT LICK, KENTUCKY 40371
TELEPHONE: (606) 683-6363
TDD/TTY 1-800-648-6056

December 18, 2018

Mayor Gary Hunt
City of Owingsville
Post Office Box 639
Owingsville, Kentucky 40360

Re: Adjustment of Wholesale Water Rate

Due to a rate increase from the Morehead Utility Plant Board, please accept this as formal notice that the Bath County Water District has filed an Application for a Purchased Water Adjustment with the Public Service Commission for the purpose of adjusting its water rates. The new proposed wholesale rate will be \$2.80 per 1,000 gallons purchased. This proposed change will be effective for all service rendered on and after January 15, 2019.

Monthly Debt Service Payment \$4,733.91 Minimum Bill Plus

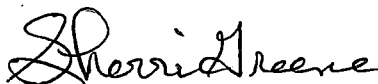
Current Rate	Proposed Rate
\$2.69 per 1,000 gallons	\$2.80 per 1,000 gallons

The rate in this notice is the rate proposed by the Bath County Water District. However, the Public Service Commission may order rates to be charged that differ from this rate. Such action may result in rates other than the rate included in this notice.

The application submitted to the Public Service Commission is on file in our office and is available for your inspection.

If you have questions or need additional information please call our office.

Sincerely,



Sherri Greene
Co-Manager

Bath County Water District

POST OFFICE BOX 369
SALT LICK, KENTUCKY 40371
TELEPHONE: (606) 683-6363
TDD/TTY 1-800-648-6056

December 18, 2018

Ms. Gayle Haney
Sharpsburg Water District
Post Office Box 248
Sharpsburg, Kentucky 40374

Re: Adjustment of Wholesale Water Rate

Dear Gayle:

Due to a rate increase from the Morehead Utility Plant Board, please accept this as formal notice that the Bath County Water District has filed an Application for a Purchased Water Adjustment with the Public Service Commission for the purpose of adjusting its water rates. The new proposed wholesale rate will be \$3.66 per 1,000 gallons purchased. This proposed change will be effective for all service rendered on and after January 15, 2019.

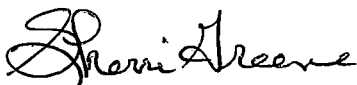
Current Rate	Proposed Rate
\$3.55	\$3.66

The rate in this notice is the rate proposed by the Bath County Water District. However, the Public Service Commission may order rates to be charged that differ from this rate. Such action may result in rates other than the rate included in this notice.

The application submitted to the Public Service Commission is on file in our office and is available for your inspection.

If you have questions or need additional information please call our office.

Sincerely,



Sherri Greene
Co-Manager

Bath County Water District

POST OFFICE BOX 369
SALT LICK, KENTUCKY 40371
TELEPHONE: (606) 683-6363
TDD/TTY 1-800-648-6056

December 18, 2018

Mayor Eddie Bryant
City of Frenchburg
Post Office Box 113
Frenchburg, Kentucky 40322

Re: Adjustment to Wholesale Water Rate

Dear Mayor Bryant:

Due to a rate increase from the City of Morehead, please accept this as formal notice that the Bath County Water District has filed an Application for a Purchased Water Adjustment with the Public Service Commission for the purpose of adjusting its water rates. The new wholesale rate will be \$3.21 per 1,000 gallons purchased. This proposed change will be effective for all service rendered on and after January 15, 2019.

Current Rate	Proposed Rate
\$3.10 Per 1,000 gallons	\$3.21 Per 1,000 gallons

The rate in this notice is the rate proposed by the Bath County Water District. However, the Public Service Commission may order rates to be charged that differ from this rate. Such action may result in rates other than the rate included in this notice.

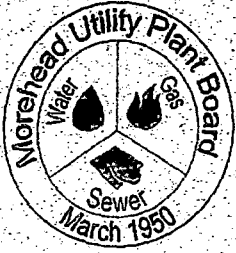
The application submitted to the Public Service Commission is on file in our office and is available for your inspection.

If you have questions or desire additional information please call our office.

Sincerely,



Sherri Greene
Co-Manager



MOREHEAD UTILITY PLANT BOARD

Serving You Over 50 Years

November 26, 2018

Ms. Sherry Green
Bath County Water
PO Box 369
Salt Lick KY 40371

Re: Water Rates for 2019

Dear Ms. Green:

Attached for your information and review are copies of our accountant's letter and his computation of the cost for water we will furnish to you during calendar year 2019.

Should you have any questions or desire additional information regarding this computation please advise.

Sincerely,

Holly McGrath-Rosas
General Manager

Enclosures
Cc: BH

MUPB

WATER CONTRACT VARIABLE RATE SCHEDULE PER INTERLOCAL AGREEMENT
CALENDAR YEAR 2019 RATE CALCULATION

1. Cash Operation and Maintenance Expense	(a)		(b)	equals	Rate per 1,000 gals.
	Amount x	Percent /	Total Billed Gals (1,000's)		
Water Utility Operating Expense	2,480,476	74%	1,495,338	equals	1.228
General & Admin Expense	1,298,063	30%	1,495,338	equals	0.260
Total rate per 1,000 gallons to Rowan and Bath Water					1.488

2. Capital Cost including Part C meter and billing charges

<u>Part A</u>	<u>Rowan</u>	<u>Bath</u>
Fixed Capital Charge per Month to Dec 2021 From Original 1979 Water Contract	3,378.75	1,822.25
Raw Water Intake Capital Charge to Dec 2023	1,370.60	584.13
Sludge Dewatering Project:		
Debt Service to Dec 2013-completed	0.00	0.00
Debt Reserve to June 2001 - completed	0.00	0.00
[c] Additional Unfunded Capital Expenditures adjusted annually 65,494.16 divided by 12	35.3671% Rowan 1,930.28	27.0323% Bath 1,475.38
<u>Part B</u>		
Fixed Capital Charge per Month-adjusted Jan 2024	17,662.36	13,927.91
Debt Reserve to Dec 2013-completed	0.00	0.00
Total Monthly Capital Cost	24,341.99	17,809.67
<u>Part C</u>		
Monthly Charge (\$10.00 per meter)	70.00	10.00

(a) Expense amounts taken from the annual audited financial statements

(b) Water Consumption (billed gallons) furnished by the Morehead Utility Plant Board

(c) Represents annual depreciation expense amounts for unfunded capital expenditures



www.baldwincpas.com

November 21, 2018

Holly McGrath Rosas
Morehead Utility Plant Board
135 South Wilson Avenue
Morehead, KY 40351

Dear Ms. McGrath Rosas:

Pursuant to the Interlocal Agreement between The City of Morehead, Morehead Utility Plant Board, Rowan Water Incorporated and Bath County Water District, it has been determined that the wholesale rate for water sold by you to Rowan Water, Inc. and the Bath County Water District in calendar year 2018 shall be as follows:

	Rowan Water Incorporated	Bath County Water District
Monthly Capital Costs	\$ 24,341.99	\$ 17,809.67
Meter and Billing Charges \$ 10.00 per meter	\$70.00	\$10.00
Per Thousand Gallons of Water Sold	\$1.488	\$1.488

Please see detailed schedule attached. If we can be of further assistance, please feel free to contact us at any time.

Sincerely,

Baldwin CPAs, PLLC
Baldwin CPAs, PLLC

MT. STERLING WATER & SEWER SYSTEM

POST OFFICE BOX 392 - 300 EAST MAIN STREET
MOUNT STERLING, KENTUCKY 40353-0392

May 31, 2018

Sherri Greene
Bath County Water District
P.O. Box 369
Salt Lick, Kentucky 40371

Re: Wholesale Rate Increase

Sherri,

The purpose of this letter is to advise you that our utility, Mt. Sterling Water and Sewer (Mt. Sterling) has requested approval from the Kentucky Public Service Commission (PSC) to increase wholesale water rates charged to water districts/associations, served by our utility. This proposed increase is based on an increase of the inflationary rate of 2.9% as indicated by the Bureau of Labor Statistics, as well as several water projects slated for the 2018/2019 fiscal year. As a result our water and sewer board of commissioners voted to increase water rates by a factor of 3% at the regular monthly board meeting held May 14, 2018.

Our utility has petitioned the Public Service Commission (PSC), to allow this increase be passed along to our wholesale customers. A rate modification request has been filed, which includes a tariff sheet asking to increase our current wholesale water rate of \$3.02/1,000 gallons, up to \$3.11. We have requested that this increase be effective July 1, 2018, should this increase be approved it will be reflected in the August billing. This notice is being provided in order to comply with a PSC statute that requires effected wholesale customers to receive notice of any proposed rate increase a minimum of 30 days prior to the implementation of said increase. Included, please find a copy of notification of the proposed increase, notification to the PSC Executive Director, proposed tariff sheet, required PSC language, along with an excerpt from the Bureau of Labor Statistics web site.

In closing, thank you for both your understanding and cooperation regarding this matter. Should you have questions, comments or concerns regarding this notice, please feel free to contact me at (859) 498-0166. Thanks.

Sincerely,



Rick Fletcher
Manager
Mt. Sterling Water and Sewer

Notice

Mt. Sterling Water and sewer is providing notice that it plans to file documentation with the Public Service Commission on or before May 31, 2018 to increase its wholesale rate for water service provided after July 1, 2018. The proposed rates are as follows:

<u>Wholesale Customer</u>	<u>New Rate</u>	<u>Previous Rate</u>	<u>\$ Difference</u>	<u>% Difference</u>
Levee Road Water Association	\$3.11	\$3.02	\$0.09	3
Reid Village Water District	\$3.11	\$3.02	\$0.09	3
Montgomery County Water District	\$3.11	\$3.02	\$0.09	3
Judy water Association	\$3.11	\$3.02	\$0.09	3
Bath County Water District	\$3.11	\$3.02	\$0.09	3

Water flowing through the meter(s) before the effective date will be charged at the previous rate(s) while water flowing through the meter(s) after the new effective date will be charged at the new rate(s).

This filing may be examined at the utility's office located at 300 East Main Street in Mt. Sterling, Kentucky; telephone: (859) 498-0166.

This filing may also be examined at the office 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 Public service Commission's web site at <http://psc.ky.gov>.

The proposed rates are the rates proposed by Mt. Sterling Water and Sewer, 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, 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.

MT. STERLING WATER & SEWER SYSTEM

POST OFFICE BOX 392 - 300 EAST MAIN STREET
MOUNT STERLING, KENTUCKY 40353-0392

June 23, 2017

Sherri Greene
Bath County Water District
P.O. Box 369
Salt Lick, Kentucky 40371

Re: Wholesale Rate Increase

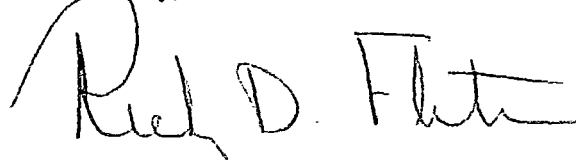
Sherri,

The purpose of this letter is to advise you that our utility, Mt. Sterling Water and Sewer (Mt. Sterling) has requested approval from the Kentucky Public Service Commission (PSC) to increase wholesale water rates charged to water districts/associations, served by our utility. This proposed increase is based on a Rate/Cost of Service study conducted by Norbourne and Associates, a Louisville based firm that specializes in rate analysis. The results of this study have indicated that the current wholesale rate of \$2.96 per 1,000 gallons is less than what it costs our utility to produce this amount. In an effort to recover these costs, our water and sewer board of commissioners voted to increase water rates by a factor of 2% at their regular monthly meeting held June 19, 2017.

Our utility has petitioned the Public Service Commission (PSC), to allow this increase be passed along to our wholesale customers. A rate modification request has been filed, which includes a tariff sheet asking to increase our current wholesale water rate of \$2.96/1,000 gallons, up to \$3.02. We have requested that this increase be effective August 1, 2017, should this increase be approved it will be reflected in the September billing. This notice is being provided in order to comply with a PSC statute that requires effected wholesale customers to receive notice of any proposed rate increase a minimum of 30 days prior to the implementation of said increase. Included, please find a copy of the tariff sheet, notification of proposed increase with required PSC language, along with a copy of our Rate Analysis and Cost of Service Studies.

In closing, thank you for both your understanding and cooperation regarding this matter. Should you have questions, comments or concerns regarding this notice, please feel free to contact me at (859) 498-0166. Thanks.

Sincerely,



Rick Fletcher
Manager
Mt. Sterling Water and Sewer

Notice

Mt. Sterling Water and sewer is providing notice that it plans to file documentation with the Public Service Commission on or before June 23, 2017 to increase its wholesale rate for water service provided after August 1, 2017. The proposed rates are as follows:

<u>Wholesale Customer</u>	<u>New Rate</u>	<u>Previous Rate</u>	<u>\$ Difference</u>	<u>% Difference</u>
Levee Road Water Association	\$3.02	\$2.96	\$0.06	2
Reid Village Water District	\$3.02	\$2.96	\$0.06	2
Montgomery County Water District	\$3.02	\$2.96	\$0.06	2
Judy water Association	\$3.02	\$2.96	\$0.06	2
Bath County Water District	\$3.02	\$2.96	\$0.06	2

Water flowing through the meter(s) before the effective date will be charged at the previous rate(s) while water flowing through the meter(s) after the new effective date will be charged at the new rate(s).

This filing may be examined at the utility's office located at 300 East Main Street in Mt. Sterling, Kentucky; telephone: (859) 498-0166.

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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.