

**MARION COUNTY WATER DISTRICT
1835 CAMPBELLSVILLE ROAD
P O BOX 528
LEBANON, KY 40033**

•
Telephone: 270-692-2004
Fax: 270-692-1010
TTY 1-800-648-6956 or 711

January 23, 2006

RECEIVED

JAN 26 2006

**PUBLIC SERVICE
COMMISSION**

Mr. Brent Kirtley
Kentucky Public Service Commission
P. O. Box 615
Frankfort, KY 40602

Case No. 2006-00037

Re: Proposed Tariff Rates & Charges/Non-Recurring Charges

Dear Mr. Kirtley:

Due to the higher fuel costs and employee wages and benefits, please find enclosed copies for your review of our proposed rates and charges and non-recurring charges.

Please note that the consumer rates, minimum monthly charges, and meter connection charges are not included in this proposed tariff change.

If you have any questions, please contact our office at 270-692-2004.

Sincerely,



James Lee Mudd
Manager

JLM:mgm

Enclosures

For Marion County and
Southern Portion of Nelson County

P.S.C. KY. NO. _____

_____ SHEET NO. _____

Marion County Water District

CANCELLING P.S.C. KY. NO.

_____ SHEET NO. _____

RATES AND CHARGES

CONSUMER RATES:

First 1,000 gallons used per month	\$10.11 minimum bill
Next 9,000 gallons used per month	\$ 3.53 per 1,000 gallons
Next 90,000 gallons used per month	\$ 2.99 per 1,000 gallons
All over 100,000 gallons used per month	\$ 2.88 per 1,000 gallons

MINIMUM MONTHLY CHARGE:

5/8 x 3/4 Inch Meter	\$10.11
1 Inch Meter	\$17.81
2 Inch Meter	\$26.17

METER CONNECTIONS:

CHARGE

5/8 x 3/4 Inch Meter	\$500.00
All Larger Meters	Actual Cost

Fire Hydrants (Non-Metered 6 Inch Connect)	\$7.50 per month
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DATE OF ISSUE _____

DATE EFFECTIVE _____

ISSUED BY Barbara May

TITLE MADAM CHAIR

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

For Marion County and
Southern Portion of Nelson County

P.S.C. KY. NO. _____

_____ SHEET NO. _____

Marion County Water District

CANCELLING P.S.C. KY. NO.

_____ SHEET NO. _____

RATES AND CHARGES

NON-RECURRING CHARGES:

Connection/Turn On Charge	\$35.00
Connection/Turn On Charge After Hours	\$80.00*
Reconnection Fee	\$35.00
Reconnection Fee After Hours	\$85.00*
Field Collection Charge	\$35.00
Meter Reading Recheck Fee	\$35.00
Meter Test Request	\$80.00
Returned Check Fee	\$25.00
After Due Date Penalty Charge	Ten Percent (10%)
Broken Meter Lock Fee	\$60.00
Meter Valve Replacement	\$70.00
Meter Relocation Charge	Actual Cost
Service Call/Investigation	\$35.00
Service Call/Investigation (After Hours)	\$80.00*

***NOTE** - Regular working hours for the utility's maintenance staff is 8:00 a.m. to 4:30 p.m., Monday through Friday, excluding holidays and weekends. Upon customer request, and subject to availability of maintenance staff, services may be performed outside regular working hours at the after hours rate.

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P.S.C. KY. NO. _____

_____ SHEET NO. _____

Marion County Water District

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RULES AND REGULATIONS

NON-RECURRING CHARGES:

1. The utility will collect for non-recurring charges to recover customer specific costs incurred, which would otherwise result in monetary loss to the utility or increased rates to other customers to whom no benefits accrue from the service provided or action taken. The utility may establish or change any non-recurring charge by applying for Public Service Commission approval of such charge in accordance with the provisions of 807 KAR 5:011, Section 10.
2. Non-recurring charges will be applied uniformly throughout the area served by the utility. Such charges will relate directly to the service performed or action taken and only yield enough revenue to pay the expenses incurred in rendering the service.
3. The utility will assess a charge for the following non-recurring services:
 - a. Connection/Turn-on Charge: Will be assessed for new service turn-ons, seasonal turn-ons, temporary service, or transfer of service. The charge will not be made for initial installation of service where a meter connection/tap-on charge is applicable.
 - b. Reconnection Fee: Will be assessed to reconnect service that has been terminated for non-payment of service or for violation of utility or Public Service Commission rules and regulations.
 - c. Field Collection Charge: Will be assessed when a utility representative visits the premises of the service connection to terminate service, and the customer is on-site and pays the bill to avoid termination of service. This fee may only be charged once per billing period.

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Marion County Water District

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RULES AND REGULATIONS

NON-RECURRING CHARGES <CONTINUED>

- d. Meter Reading Recheck Fee: Will be assessed when a customer requests the utility to re-read the customer's meter and the re-read proves that the original meter reading was correct.
- e. Meter Test Request: Will be assessed when a customer requests the utility perform a test on the customer's meter to check for accuracy, and the test shows the customer's meter is not more than two percent (2%) fast.
- f. Returned Check Fee: Will be assessed when a customer's check/bank draft is returned, either due to insufficient funds or other reason due to customer fault.
- g. After Due Date Penalty Charge: Will be assessed on the delinquent amount of the bill, less taxes.
- h. Broken Meter Lock Fee: Will be assessed when a utility customer tampers with lock or locking device.
- i. Meter Valve Replacement Charge: Will be assessed when a utility customer damages or breaks due to misuse or vandalism.
- j. Meter Relocation Charge: Will be assessed when a customer or other authorized person requests that a meter be relocated, changed, or modified. Those requesting a change must reimburse the utility for the actual costs incurred, including but not limited to appropriate legal, administrative, engineering, overhead, or other related costs.

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RULES AND REGULATIONS

NON-RECURRING CHARGES <CONTINUED>

- k. Service Call Investigation Charge: Will be assessed when a customer requests the onsite presence of utility personnel to investigate a service problem, and the problem is a result of the customer's own plumbing facilities, beyond the utility's delivery point, or not caused by failure of utility facilities. Any maintenance and repair of facilities beyond the utility's delivery point is the responsibility of the customer.

DATE OF ISSUE _____

DATE EFFECTIVE _____

ISSUED BY Barbara R. May _____

TITLE MADAM CHAIR _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: CONNECTION/TURN-ON CHARGE AFTER HOURS

1. Field Expense:

A. Materials (Itemize)

<hr/>	\$ <u>0</u>
<hr/>	<u>0</u>
<hr/>	<u>0</u>

B. Labor (Time and Wage)

<u>2 HRS. O.T. @ \$33.00</u>	<u>66.00</u>
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Total Field Expense	\$ <u>66.00</u>
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2. Clerical and Office Expense

A. Supplies	\$ <u>1.00</u>
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B. Labor	<u>6.50</u>
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Total Clerical and Office Expense	\$ <u>7.50</u>
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3. Miscellaneous Expense

A. Transportation	\$ <u>6.50</u>
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B. Other (Itemize)

<hr/>	<u>0</u>
<hr/>	<u>0</u>
<hr/>	<u>0</u>

Total Miscellaneous Expense	\$ <u>6.50</u>
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Total Nonrecurring Charge Expense	\$ <u>80.00</u>
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NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: FIELD COLLECTION CHARGE

1. Field Expense:

A. Materials (Itemize)

_____	\$ <u>0</u>
_____	<u>0</u>
_____	<u>0</u>

B. Labor (Time and Wage)

<u>1 HR. @ \$22.00</u>	<u>22.00</u>
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Total Field Expense **\$ 22.00**

2. Clerical and Office Expense

A. Supplies \$ 1.00

B. Labor 5.50

Total Clerical and Office Expense **\$ 6.50**

3. Miscellaneous Expense

A. Transportation \$ 6.50

B. Other (Itemize)

_____	<u>0</u>
_____	<u>0</u>
_____	<u>0</u>

Total Miscellaneous Expense **\$ 6.50**

Total Nonrecurring Charge Expense **\$ 35.00**

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: METER READING RECHECK FEE

1. Field Expense:

A. Materials (Itemize)	
_____	\$ <u>0</u>
_____	<u>0</u>
_____	<u>0</u>
 B. Labor (Time and Wage)	
<u>1 HR. @ \$22.00</u>	<u>22.00</u>
 Total Field Expense	\$ <u>22.00</u>

2. Clerical and Office Expense

A. Supplies	\$ <u>1.00</u>
B. Labor	<u>5.50</u>
 Total Clerical and Office Expense	\$ <u>6.50</u>

3. Miscellaneous Expense

A. Transportation	\$ <u>6.50</u>
B. Other (Itemize)	
_____	<u>0</u>
_____	<u>0</u>
_____	<u>0</u>
 Total Miscellaneous Expense	\$ <u>6.50</u>

Total Nonrecurring Charge Expense \$ 35.00

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: METER TEST REQUEST

1. Field Expense:

A. Materials (Itemize)

_____	\$ <u>0</u>
_____	<u>0</u>
_____	<u>0</u>

B. Labor (Time and Wage)

<u>2 HRS. @ \$22.00</u>	<u>66.00</u>
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Total Field Expense	\$ <u>66.00</u>
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2. Clerical and Office Expense

A. Supplies	\$ <u>0</u>
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B. Labor	<u>7.50</u>
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Total Clerical and Office Expense	\$ <u>7.50</u>
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3. Miscellaneous Expense

A. Transportation	\$ <u>6.50</u>
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B. Other (Itemize)

_____	<u>0</u>
_____	<u>0</u>
_____	<u>0</u>

Total Miscellaneous Expense	\$ <u>6.50</u>
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Total Nonrecurring Charge Expense	\$ <u>80.00</u>
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NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: BROKEN METER LOCK FEE

1. Field Expense:

A. Materials (Itemize)

<u>LOCK</u>	<u>\$ 6.50</u>
<u>JONES LOCKING DEVICE</u>	<u>25.00</u>
_____	_____

B. Labor (Time and Wage)

<u>1 HR. @ \$22.00</u>	<u>22.00</u>
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Total Field Expense \$ 53.50

2. Clerical and Office Expense

A. Supplies \$ 0

B. Labor 0

Total Clerical and Office Expense \$ 0

3. Miscellaneous Expense

A. Transportation \$ 6.50

B. Other (Itemize)

_____	<u>0</u>
_____	<u>0</u>
_____	<u>0</u>

Total Miscellaneous Expense \$ 6.50

Total Nonrecurring Charge Expense \$ 60.00

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: METER VALVE REPLACEMENT

1. Field Expense:

A. Materials (Itemize)

<u>5/8 X 3/4 METER VALVE</u>	<u>\$ 13.50</u>
_____	_____
_____	_____

B. Labor (Time and Wage)

<u>2 HRS. @ \$22.00</u>	<u>44.00</u>
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Total Field Expense	<u>\$ 57.50</u>
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2. Clerical and Office Expense

A. Supplies	<u>\$ 1.00</u>
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B. Labor	<u>5.00</u>
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Total Clerical and Office Expense	<u>\$ 6.00</u>
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3. Miscellaneous Expense

A. Transportation	<u>\$ 6.50</u>
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B. Other (Itemize)

_____	<u>0</u>
_____	<u>0</u>
_____	<u>0</u>

Total Miscellaneous Expense	<u>\$ 6.50</u>
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Total Nonrecurring Charge Expense	<u>\$ 70.00</u>
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NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: SERVICE CALL/INVESTIGATION (AFTER HOURS)

1. Field Expense:

A. Materials (Itemize)

<hr/>	\$ <u>0</u>
<hr/>	<u>0</u>
<hr/>	<u>0</u>

B. Labor (Time and Wage)

<u>2 HRS. O.T. @ \$33.00</u>	<u>66.00</u>
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Total Field Expense	\$ <u>66.00</u>
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2. Clerical and Office Expense

A. Supplies	\$ <u>1.00</u>
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B. Labor	<u>6.50</u>
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Total Clerical and Office Expense	\$ <u>7.50</u>
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3. Miscellaneous Expense

A. Transportation	\$ <u>6.50</u>
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B. Other (Itemize)

<hr/>	<u>0</u>
<hr/>	<u>0</u>
<hr/>	<u>0</u>

Total Miscellaneous Expense	\$ <u>6.50</u>
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Total Nonrecurring Charge Expense	\$ <u>80.00</u>
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MARION COUNTY WATER DISTRICT

RATE CHARGE FOR LABOR

OPERATION EMPLOYEES

HOURLY WAGE

JIMMY MUDD	\$15.25
DARREL BALARD	\$10.75
GABRIEL KELTY	\$ 9.50
TOTAL	\$35.50
AVERAGE HOURLY WAGE	\$11.83

TAXES/BENEFITS

PERCENTAGE

PAYROLL TAXES	10.00%
RETIREMENT	8.48%
WORKERS COMP	4.02%
TOTAL	22.50%

AVERAGE HOURLY WAGE X TAXES/BENEFITS %	\$12.00 X 22.5% = \$2.70
AVERAGE HOURLY WAGE ÷ TAXES/BENEFITS % TOTAL	\$12.00 ÷ \$2.70 = \$14.70
AVERAGE HOURLY WAGE ÷ TAXES/BENEFITS % TOTAL X 1.5 FACTOR	\$14.70 X 1.5 = \$22.05
RECOMMENDED RATE CHARGE FOR LABOR	\$22.05 PER HOUR

RATE CHARGE FOR TRANSPORTATION

AVERAGE MILES BASED ON TEN SERVICE TRIPS = 13.4 MILES X \$.485 (FEDERAL RATE P/MILE) = \$6.50