Ernie Fletcher Governor

Teresa J. Hill, Secretary Environmental and Public Protection Cabinet

Timothy J. LeDonne Commissioner Department of Public Protection

Glenn Williams Chairman Wood Creek Water District 1670 Daniel Boone Parkway, East P. O. Box 726 London, KY 40743



Commonwealth of Kentucky Public Service Commission 211 Sower Blvd. P.O. Box 615 Frankfort, Kentucky 40602-0615 Telephone: (502) 564-3940 Fax: (502) 564-3460 psc.ky.gov

June 19, 2007

RE: Case No. 2007-00243

Wood Creek Water District Wastewater Division (Purchased Water Adjustment) PWA

This letter is to acknowledge receipt of initial application in the above case. The application was date-stamped received and has been assigned Case No. 2007-00243. In all future correspondence or filings in connection with this case, please reference the above case number.

If you need further assistance, please contact my staff at (502) 564-3940.

Sincerely,

Beth O'Donnell Executive Director

BOD/tw

KentuckyUnbridledSpirit.com



Mark David Goss Chairman

> John W. Clay Commissioner

WOOD CREEK WATER DISTRICT

1670 East Hal Rogers Parkway P.O. Box 726 London, Kentucky 40743-0726

June 18, 2007

Beth O'Donnell, Executive Director Public Service Commission P.O. Box 615 Frankfort, KY 40602-0615 RECEIVED

JUN 1 9 2007

PUBLIC SERVICE COMMISSION

Dear Ms. O'Donnell:

The Wood Creek Water District Wastewater Division 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.

Our District currently has approximately 800 wastewater customers. We pump the wastewater to the City of London for treatment. The previous rate paid to the City is \$2.48 per 1,000 gallons. The rate has been increased to \$2.63 per 1,000 gallons.

During the 12 month period ending April 2007, we paid the City of London \$73,639.63 for treatment of 29,693,400 gallons. Our wastewater billing during that period was \$206,010.95 based on water usage of 38,920,900 gallons. The difference between the old cost and new cost to treat would be \$4,454.01 and the adjustment factor would be .1144 per 1,000 gallons. We propose to add \$0.1144 to each block of our current wastewater rates.

The following documents are enclosed:

- Exhibit A. Purchased Rate Adjustment calculations
- Exhibit B. Statement of amount paid for treatment
- Exhibit C. Statement of gallons and amount charged to wastewater customers
- Exhibit D. Copy of notice received from wholesale supplier
- Exhibit E. Tariff Sheet
- Exhibit F. Notice to Customers

If you have any questions, please contact Dewayne Lewis at (606) 877-9414, as he is handling this matter. Thank you very much for your help.

Yours truly,

Glenn Williams, Chairman Wood Creek Water District

2007-00

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

Wood Creek Water District Wastewater Division

(Name of Utility)

June 18, 2007 (Date)

P.O. Box 726

(Address)

London, Kentucky 40743

(City, State)

JUN 1 9 2007

RECEIVED

PUBLIC SERVICE COMMISSION

606-878-9420

(Telephone Number)

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 shedule must be shown. Attach additional sheets if necessary.

Supplier(s)Base RateChanged RateUtility Commission
of the City of London\$2.48 per 1,000\$2.63 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 May 2006 through April 2007 (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 decling block rate schedule, purchases for each month must be shown. Attach an additional sheet if necessary.

Supplier(s)	Treated Gallons Purchased during 12 month period	
Jtility Commission of the City of London	29,693,400 (Exhibit B)	
TOTAL PURCHASES	29,693,400	

4. Total sales for the 12 month period <u>38,920,900 gallons</u> (Exhibit C)

EXHIBIT A

5. Increased water cost \$4,454.01 (Exhibit B)

The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.

6. Purchased water adjustment factor .1144 per 1,000 _.

The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold. $$4,454.01 / 38,920,900 \times 1,000$

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.

7. Proposed effective date <u>August 1, 2007</u>

(Signature of Utility Officer)

Chairman

(Title)

EXHIBIT A

WOOD CREEK WATER DISTRICT

AMOUNT PAID TO CITY OF LONDON:

	gallons	charges
APR 2007	3,270,700	\$8,111.34
MAR 2007	2,748,200	6,815.53
FEB 2007	2,266,300	5,620.43
JAN 2007	2,582,800	6,405.35
DEC 2006	2,377,500	5,896.20
NOV 2006	2,487,800	6,169.74
OCT 2006	2,595,800	6,437.58
SEP 2006	2,368,000	5,872.64
AUG 2006	2,201,700	5,460.22
JUL 2006	2,220,400	5,506.59
JUN 2006	2,340,400	5,804.19
MAY 2006	2,233,800	5,539.82
	29,693,400	\$73,639.63

DIFFERENCE	\$4,454.01
CHARGES AT OLD RATE (\$2.48 PER 1000 gallons)	\$73,639.63
CHARGES AT NEW RATE (\$2.63 PER 1000 gallons)	\$78,093.64

EXHIBIT B

WOOD CREEK WATER DISTRICT

WASTEWATER BILLING:

charges
\$15,802.69
17,085.49
17,825.66
16,857.94
16,100.36
19,173.85
16,655.76
18,113.56
16,749.77
17,904.56
17,442.29
16,299.02
\$206,010.95

EXHIBIT C

Utility Commission

of the City of London

P.O. BOX 918 LONDON, KENTUCKY 40743-0918

PHONE: 606-864-2103

FAX: 606-864-2131

February 7, 2007

Woods Creek Water District P.O. Box 726 London, KY 40743-0726

Re: Wholesale Sewer Rate

Dear Sirs:

This is to inform you of our intent to file a rate tariff with the Kentucky Public Service Commission adjusting your wholesale sewer rate. The adjustment will be in accordance with Section 2 of the Purchase Contract dated October 20, 2004 and Section 6 of City of London Ordinance # 2004-17. The adjustment of rates based on the CPI will be as follows:

Current Rate	% Increase Based on CPI	Revised Rate
\$2,48/1000 gal.	3.5 (2004-2005)	\$2.57/1000 gal.
\$2.57/1000 gal	2.4 (2005-2006)	\$2.63/1000 gal.

In keeping with the contents of City of London Ordinance # 2004-17, the first rate listed should have been implemented in 2006, however, this was not done due to an oversight. The current billing rate is still \$2.48/1,000 gallons. Upon approval of PSC, the effective rate will be \$2.63/1,000 gallons.

Should you have any questions, please feel free to contact me.

Sincerely,

Bange

Randy Bingham Superintendent

EXHIBIT D

FOR _____ Laurel County, KY

Community, Town or City

P.S.C. KY. NO. _____

Revision #2 SHEET NO. 1

CANCELLING P.S.C. KY. NO. 2001-00346

Revision #1 SHEET NO. 1

RATES AND CHARGES

.

Wood Creek Water District

Wastewater Division

"" *

(Name of Utility)

Customers who are single residential, commercial, wholesale and industrial users with normal strength wastewater have the following service charge system:

Α.	Monthly Sewer	<u>Rates:</u> a in addition to Minimum Bill		
			φ10 L1	Md
	First 2,000	-	•	Minimum Bill
	Next 1,500) gallons	4.48	per 1,000 gallons
	Next 1,500) gallons	4.15	per 1,000 gallons
	Next 2,500) gallons		per 1,000 gallons
	All Over 7,	,500 gallons	3.24	per 1,000 gallons
-				
в.		for all Meters:		
	5/8" x 3/4	' First 2,000 gallons	\$12.41	Minimum Bill
	1"	First 5,000 gallons	25.36	Minimum Bill
	1 1/2"	First 10,000 gallons	42.76	Minimum Bill
	2"	First 20,000 gallons	75.16	Minimum Bill
	6"	First 100,000 gallons	334.36	Minimum Bill

DATE OF ISSUE June 18, 2007		
	Month / Date / Year	
DATE EFFECTIVE	August 1, 2007	
ISSUED BY	Month / Batel Hear	
	(Signature of Officer)	
TITLEC	hairman	
BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION		
IN CASE NO	DATED	

home available Call 606-224-6163, health insurance, hol- ees receive 50 cents wanted \$78,000 for both. Experienced LEGAL Call (859)624-5444 of work, drug/back 1469 bi	dog groomer in the Corbin vall 606-523- etween 6pm- inquires con- Do you or someone- you know need help paying for medicine? May al the Corbin Standa ES-46. may al may al poptor call 800-971- the Corbin paying for medicine? The Corbin the Cor
lot near town. Priced available. Send re- enced Cashiers. required at applica- in the 70's. Afforda- sume, with referen- Now hiring conven- tion. Apply in person	
ble home for a couple ces to, Attn: Legal ience store cashiers. any week day from 8- or a great bachelor Secretary, PO Box Locations 4 at 1188 South Lau-	AN ORDINANCE ADOPTI JULY 1, 2007, THROUGH JU
pad. For more infor- 915, London, KY London/Corbin. Fax rel Rd. Call 606-864- mation call (606)877- 40743 or fax resume resume to (606)526- 0571 with any ques-	AND RESOURCES
2097. to 606-878-2335. 0232 tions.	THE OPERAT
	BE IT ORDAINED BY THE CITY OF I
LEGAL NOTICE	
	The budget for fiscal year 2006-07 is hereb
Wood Creek Water District Wastewater Division, 1670 E. Hal Rogers Parkway, London, Kentucky, has filed an application with the Kentucky Public Service Commission for a proposed rate change for waste-	Gene
water service. The rates contained in this notice are the rates proposed by Wood Creek Water District	Func
Wastewater Division. However, the Public Service Commission may order rates that differ from these	👸 Resources available
proposed rates. Such action may result in rates for consumers other than the rates in this notice.	Fund balance carried forward 20
	Receipts 6,33
Monthly Sewer Rates: First 2,000 gallons \$12.41 minimum bill	Total Resources available 6,5:
Next 1,500 gallons 4.48 per 1,000 gallons	Appropriations
Next 1,500 gallons 4.15 per 1,000 gallons	Administration and General Gov. 1,89
Next 2,500 gallons 3.75 per 1,000 gallons	Police Department (public safety) 2,75
All over 7,500 gallons 3.24 per 1,000 gallons	Fire Department (public safety) 54
Minimum Bill for all Meters:	Street Department
5/8" x 3/4" First 2,000 gallons \$12.41 Minimum Bill	Sanitation Department
1" First 5,000 gallons 25.36 Minimum Bill	Dog Pound
1 1/2" First 10,000 gallons 42.76 Minimum Bill	Rescue Operations
2" First 20,000 gallons 75.16 Minimum Bill	Main Street Program
6" Sirst 100,000 gallons 334.36 Minimum Bill	Dispatch Center 19
	6,53
Any corporation, association, political body or person may by motion within 30 days after publication of the proposed rate changes, request to intervene. The motion shall be submitted to the Public Service	Estimated fund balances
Commission, 211 Sower Blvd., P.O. Box 615, Frankfort, Kentucky 40602 and shall set forth the grounds	Estimated fund Datances
for the request including status and interest of the party.	This ordinance shall become effective upon
	A full copy of the budget is available for pu
Intervenors may obtain copies of the application by contacting the applicant. A copy of the application is	City of London, Kentucky



The road t begins in The Sent Filled with top job industries, readin is a great way to e all of your (Pick up a copy c every Monday, We for access to the I offers throu

Troy Rudder, Mayor

FOR	Woods Creek Water District	
	Community, Town or Ci	ty

P.S.C. KY. NO.

_____SHEET NO.____2

London Utility Commission (Name of Utility) CANCELLING P.S.C. KY. NO._____

_____SHEET NO.______

RATES AND CHARGES

This rate is for wholesale sewer service. The current rate is \$2.48 per 1,000 gallons. Revised rate in accordance with Section 2 of the Wastewater Treatment Services Purchase Contract dated October 20, 2004 between London Utility Commission and Wood Creek Water District and Section 6 of City of London Ordinance # 2004-17 is as follows:

Rate: \$2.63 per 1,000 gallons

DATE OF ISSUE $2/9/07$	
Month / Date / Year DATE EFFECTIVE <u>3/12/0 7</u> ISSUED BY <u>Parky</u> <u>Bise</u> (Signature of Officer)	PUBLIC SERVICE COMMISSION OF KENTUCKY EFFECTIVE 3/12/2007 PURSUANT TO 807 KAR 5:011
TITLE_Supt.	SECTION 9 (1)
BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION IN CASE NODATED	By Executive Director