

Case No. 2008-00393

September 19, 2008

RECEIVED

SEP 24 2008

PUBLIC SERVICE  
COMMISSION

Helen Helton, Executive Director  
KY Public Service Commission  
PO Box 615  
Frankfort, KY 40602

Dear Ms. Helton:

RE: *Formal Application for Tariff Revision*

This is an application for a pass through rate increase for the Muhlenberg County Water District No. 3, P.O. Box 67, Bremen, KY 42325. Attached is the proposed new tariff.

Muhlenberg County Water District No. 3 is requesting a water rate increase at this time. Proposed tariff sheet is attached.

The District has previously filed income statements and balance sheets with the public Service Commission. These income statements and balance sheets are currently on file with the Commission.

The District has published a public notice of the requested rate revision in the local newspaper. You will find a copy of this publication notice enclosed.

A copy of this application and related filings has been sent to the Office of the Attorney General, State Capitol Building, Suite 116, Frankfort, KY 40601.

Sincerely,

Muhlenberg County Water District No. 3

Enclosure

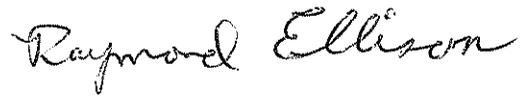
September 19, 2008

Public Service Commission of Kentucky  
730 Schenkel Lane  
PO Box 615  
Frankfort, Kentucky 40602

Dear Sirs::

Pursuant to KRS 278.012 and 278.015 we respectfully submit the enclosed application for a Purchased Water Rate Adjustment.

Sincerely,

A handwritten signature in cursive script that reads "Raymond Ellison".

Raymond Ellison  
Chairman

SG/sg  
Attachments

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

**RECEIVED**

SEP 24 2008

PUBLIC SERVICE  
COMMISSION

Muhlenberg County Water Dist. #3  
(Name of Utility)

September 19, 2008  
(Date)

PO Box 67  
(Address)

Bremen, KY 42325  
(City, State)

270-525-6333  
(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.

<u>Supplier(s)</u>	<u>Base Rate</u>	<u>Changed Rate</u>
<u>Central City Municipal Water &amp; Sewer</u>	<u>\$1.25</u>	<u>\$1.57</u>
<u> </u>	<u> </u>	<u> </u>
<u> </u>	<u> </u>	<u> </u>

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

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 September 2007 through August 2008  
(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
<u>Central City Municipal Water &amp; Sewer</u>	<u>269,877,130</u>
<u> </u>	<u> </u>
<u> </u>	<u> </u>
<b>TOTAL PURCHASES</b>	<u>269,877,130</u>

4. Total sales for the 12 month period 224,134,100.

5. Increased water cost \$86,361.00.

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

6. Purchased water adjustment factor .385.

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. 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 1 November 2008.

Raymond Ellison  
(Signature of Utility Officer)

Chairman  
(Title)

For Muhlenberg County

Community, Town, or City

PSC KY.NO 089

Sheet No. \_\_\_\_\_

Cancelling P.S.C.KY.NO \_\_\_\_

Sheet No. \_\_\_\_\_

Muhlenberg County Water District #3

Name of Utility \_\_\_\_\_

Rates and Charges

B. Monthly Rates

First 2,000 Gallons	12.20
Next 8000 Gallons	4.35
Next 10000 Gallons	3.75
Next 30000 Gallons	3.05
Over 40000 Gallons	2.50

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DATE OF ISSUE \_\_\_\_\_ September 19, 2008 \_\_\_\_\_

DATE EFFECTIVE \_\_\_\_ 1 November 2008 \_\_\_\_\_

ISSUED BY Raymond Ellison

## NOTICE

The City of Central City ("Central City") has filed a proposed rate schedule with the Public Service Commission which will increase the rate for wholesale water service provided as follows:

	<u>Current Rate</u>	<u>Proposed Rate</u>	<u>% Difference</u>
Muhlenberg County Water District	\$1.25 per 1000 gallons	\$1.57 per 1000 gallons	25.6% Increase
Muhlenberg County Water District No. 3	\$1.25 per 1000 gallons	\$1.57 per 1000 gallons	25.6% Increase

The proposed effective date is September 20, 2008. Water passing through the meter prior to that date will be billed at \$1.25 per 1,000 gallons. Water passing through the meter on and after September 20, 2007 will be billed at \$1.57 per 1,000 gallons.

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

Any corporation, association, or person with a substantial interest in the matter may, by written request, within thirty (30) days after publication or mailing of this notice of the proposed rate changes request to intervene. Intervention may be granted beyond the thirty (30) day period for good cause shown.

Any person who has been granted intervention by the Public Service Commission may obtain copies of the rate application and any other filings of Central City at the utility's office located at 214 North First Street in Central City, Kentucky; telephone 270-754-3066.

Any person may examine the rate application and other filings by Central City at the utility's office located at 214 North First Street in Central City, Kentucky, or by contacting the Public Service Commission at 211 Sower Boulevard in Frankfort, Kentucky; telephone 502-564-3940.



NOTICE

Muhlenberg County Water District No. 3 proposes to make the following revision to its schedule of charges. The proposed effective date for the charge is 1 November 2008.

Monthly Rates:

First 2000 Gallons	\$12.20
Next 8000 Gallons	4.35
Next 10000 Gallons	3.75
Next 30000 Gallons	3.05
Over 40000 Gallons	2.50

The fees contained in this notice are the fees proposed by the Muhlenberg County Water District No. 3. However, the Public Service Commission may order fees to be charged that differ from this proposed fee. Such action may result in fees for consumers other than the fee in this notice.

Any corporation, association, body politic, or person may, by motion within thirty (30) days after publication of this fee change, request leave to intervene; and the motion shall be submitted to the Public Service Commission, PO Box 615, Frankfort, KY 40602, and shall set forth the grounds for the request including the status and interest of the party.

Intervenors may obtain copies of the application and related filings at no cost by contacting the water district.

Muhlenberg County Water district No.3 has available for inspection at its office the proposed change to its Rules and Regulations. The office is located at 4789 Main Street, Bremen, KY 42325.

This notice is published pursuant to 807 KAR 5:011-Tariffs.

Muhlenberg County Water District No. 3

September 19, 2008

Office of Attorney General  
The Capitol, Suite 118  
Frankfort, KY 40601

Dear Sir:

**RE: Formal Application for Tariff Revisions**

This filing shall serve notice that Muhlenberg County Water District No. 3 has filed an application with the Public Service commission to revise its tariff and adjust certain recurring charges.

Muhlenberg County Water District No. 3 is requesting a pass through water rate increase at this time. A tariff sheet is attached.

The District will publish a public notice of this requested rate revision in the local newspaper for three consecutive weeks. You will find a copy of this publication notice enclosed.

Yours truly,

Muhlenberg County Water District No. 3

Enclosure