

SOUTH ANDERSON WATER DISTRICT
142 SOUTH MAIN STREET
LAWRENCEBURG, KY 40342

Telephone
502-839-6919

Fax
502-859-0424

December 18, 2008

RECEIVED
DEC 22 2008
PUBLIC SERVICE
COMMISSION

Commonwealth of Kentucky
Public Service Commission
Tariff Review Branch
P.O. Box 615
Frankfort, Kentucky 40601

Re: Purchase Water Adjustment Request

2008-00547

Dear Sirs:

Transmitted herewith is a request to adjust the District's rates to cover the recent increases imposed by one of our suppliers. The Frankfort Plant Board is increasing the rate they are charging us by \$0.283/1,000 gallons and the Kentucky River Authority Fee is increasing by \$0.0745/1,000 gallons. Since we received notice of both of these increases this month we are requesting the Commission grant a deviation from the regulations and allow two purchase water adjustments in one filing.

If there are any questions please contact either the District or our engineer, Ken Taylor with Kenvirons, Inc. at 502-695-4357.

Sincerely,
South Anderson Water District



Eddie R. Stevens
Chairman

Attachments

FOR Anderson County, Kentucky
Community, Town or City

P.S.C. KY. NO. 6-8th Revision

SHEET NO. 25

South Anderson Water District
(Name of Utility)

CANCELLING P.S.C. KY. NO. 5

Original SHEET NO. 25

RATES AND CHARGES

The following rates and charges are prescribed for the customers in the area served by South Anderson Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Water Rates

First	2,000 gallons	\$16.47 Minimum bill
Next	1,000 gallons	\$8.10 per 1,000 gallons
Next	2,000 gallons	\$7.05 per 1,000 gallons
Next	2,000 gallons	\$6.06 per 1,000 gallons
Next	3,000 gallons	\$5.02 per 1,000 gallons
All Over	10,000 gallons	\$4.69 per 1,000 gallons

DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____

ISSUED BY Eddie Stevens _____
Month / Date / Year
(Signature of Officer)

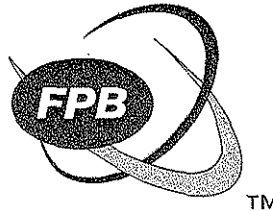
TITLE CHAIRMAN _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION OF KENTUCKY

IN CASE NO. _____ DATED _____

Warner J. Caines
General Manager

Exhibit 1
Pg 1 of 2



Frankfort Plant Board

Water
Cable
Electric
Security
Local Phone
Digital Cable
Long Distance
Community TV
Ethernet/Internet
Cable Modem/ISP
Cable Advertising

December 9, 2008

Ms. Brenda Robinson
South Anderson Water District
142 South Main Street
Lawrenceburg, Kentucky 40342

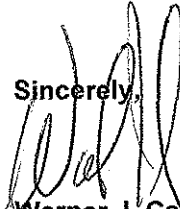
Subject: Wholesale Water Rate Increase

Dear Ms. Robinson:

Enclosed is the notice filed with the PSC explaining that FPB is increasing its rates as permitted by KRS 278.190 during its pending rate case. This increase is subject to refund if the Commission approves a lower rate.

If you have any questions on this matter, please feel free to contact me at 502-352-4377.

Sincerely,



Warner J. Caines
General Manager

WJC/mw
Enclosure

cc: Chron File

Equal Opportunity/Affirmative Action Employer

317 West Second Street (P.O. Box 308) Frankfort, Kentucky 40602 Phone (502) 352-4372
Fax (502) 223-3887 www.fpb.cc

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION **RECEIVED**

DEC 08 2008

PUBLIC SERVICE
COMMISSION

In the Matter of:

THE PROPOSED ADJUSTMENT OF THE)
WHOLESALE WATER SERVICE RATES OF)
THE FRANKFORT ELECTRIC AND WATER)
PLANT BOARD)

CASE NO. 2008-00250

NOTICE OF RATE INCREASE

Comes the Electric and Water Plant Board of the City of Frankfort ("FPB"), by and through counsel, and for its Notice of Rate Increase hereby states as follows:

Pursuant to KRS 278.190 FPB gives notice that it will adjust its existing rates for wholesale water service from \$1.539 per 1,000 gallons to \$1.822 per 1,000 gallons effective December 8, 2008.

In support of this increase, FPB notes that on June 6, 2008 it filed its proposed tariff increasing wholesale water rates. Thereafter, on July 2, 2008, the Commission entered an Order suspending the proposed rate for five months from July 7, 2008 to December 6, 2008.

KRS 278.190 notes "[i]f the proceeding has not been concluded and an order made at the expiration of five (5) months . . . the utility may place the proposed change of rate . . . in effect at the end of that period after notifying the commission, in writing, of its intention so to do."

WHEREFORE, pursuant to KRS 278.190 and the Commission's July 2, 2008 Order, FPB will adjust its wholesale rate from \$1.539 to \$1.822 per 1,000 gallons effective December 8, 2008.

Respectfully Submitted,



Hance Price
Staff Attorney
Frankfort Plant Board
317 W. Second Street
Frankfort, KY 40601
(502) 352-4541
hprice@fewpb.com

Exhibit 1A

	FOR <u>Entire Service Area</u> Community, Town or City
	P.S.C. KY. NO. <u>1</u>
	<u>Original</u> SHEET NO. <u>2</u>
The Electric and Water Plant Board of the City of Frankfort, Kentucky (Name of Utility)	CANCELLING P.S.C. KY. NO. <u>N/A</u>
	<u>N/A</u> SHEET NO. <u>N/A</u>

RULES AND REGULATIONS

APPLICABILITY: All wholesale water users regulated by the Public Service Commission purchasing water from the FEWPB for resale.

KENTUCKY RIVER AUTHORITY WITHDRAWAL FEE:

Tier I Fee	2.2 cents per thousand gallons.
Tier II Fee	6.0 cents per thousand gallons.
Subtotal	8.2 cents per thousand gallons
Adjustment to recover the full cost of the KRA fee	1.45 cents per thousand gallons
Total for separate line item	9.65 cents per thousand gallons

NOTE: This adjustment recovers the increase in the Kentucky River Authority withdrawal fee adjusted for water loss. All other charges remain in full force and effect.

DATE OF ISSUE October 30, 2008
Month / Date / Year

DATE EFFECTIVE November 30, 2008
Month / Date / Year

ISSUED BY [Signature]
(Signature of Officer)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE
11/30/2008
PURSUANT TO 807 KAR 5:011
SECTION 9 (1)

By [Signature]
Executive Director

SAWD WATER LOSS

Exhibit 2

2008

2008	Purchased Water L'burg	Purchased Water Fort	Total Water Purchased	Water Sold	Cust.	Water Loss	Accounted for Water	Unaccounted for Water
	(gals)	(gals)	(gals)	(gals)		(gals) %	(gals)	(gals) %
Nov	11,164,000	2,489,500	13,653,500	10,346,100	2,684	3,307,400 24%	926,567	2,380,833 17%
Dec	11,675,000	2,659,600	14,334,600	9,960,000	2,687	4,374,600 31%	5,430	4,369,170 30%
Jan	11,598,000	3,087,500	14,685,500	13,549,220	2,681	1,136,280 8%	487,900	648,380 4%
Feb	14,668,000	1,395,000	16,063,000	9,713,010	2,678	6,349,990 40%	1,658,600	4,691,390 29%
Mar	10,719,000	1,524,900	12,243,900	10,217,120	2,678	2,026,780 17%	514,600	1,512,180 12%
Apr	10,128,000	1,340,700	11,468,700	10,061,180	2,678	1,407,520 12%	565,200	842,320 7%
May	12,494,000	1,510,700	14,004,700	11,400,600	2,686	2,604,100 19%	952,300	1,651,800 12%
Jun	15,379,000	1,758,700	17,137,700	14,059,000	2,696	126,600 1%	132,650	-6,050 0%
Jul	12,733,000	1,331,000	14,064,000	13,977,100	2,700	86,900 1%	562,860	-475,960 -3%
Aug	16,172,000	2,633,300	18,805,300	14,546,200	2,665	4,259,100 23%	733,995	3,525,105 19%
Sep	14,251,000	2,466,700	16,717,700	16,833,620	2,676	-115,920 -1%	689,200	-805,120 -5%
Oct	14,058,000	2,488,800	16,546,800	14,773,500	2,689	1,773,300 11%	247,000	1,526,300 9%
Totals	155,039,000	24,686,400	179,725,400	149,436,650		27,336,650 15%	623,025	1,655,029 11%
Avg			14,977,117	12,453,054	2,683	2,278,054 15%	5,430	-805,120
Min			11,468,700	9,713,010	2,665	-115,920	1,658,600	4,691,390
Max			18,805,300	16,833,620	2,700	6,349,990		

2008 Water Purchase Loss

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

Name of Utility	South Anderson Water District	
Date	December 18, 2008	
Address	142 South Main Street	
City, State, Zip	Lawrenceburg, Kentucky	40342
Telephone Number	502-839-6919	

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
City of Lawrenceburg	\$2.10/1,000>8,000,000	No Change
	\$2.25/1,000<8,000,000	No change
Frankfort Plant Board	\$ 0.022/1,000 gal. Fee	\$0.0965/1,000 gal.
	\$1.539/1,000 gal. Rate	\$1.822/1,000 gal.

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

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	November, 2007	through	October, 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
City of Lawrenceburg	155,039,000
Frankfort Plant Board	24,686,400
TOTAL PURCHASES	179,725,400
4. Total sales for the 12 month period	\$149,436,650
5. Increased water cost	$(\$0.3795/1,000)(24,686,400) = \$9,368.49$
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.	
6. Purchased water adjustment factor	$\$9,368.49 \div 149,436,650 = \$0.06/1,000$
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	January 1, 2009
Signature of Utility Officer	
Title	