PO Box 97 Bagdad, KY 40003 (502) 747-8942

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PUBLIC SERVICE COMMISSION

December 15, 2008

Public Service Commission P.O. Box 615 Frankfort, KY 40602

To the COMMISSION:

The U.S. 60 Water District 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.

The District has been told by its supplier, Frankfort Electric and Water Plant Board that a \$0.0465 increase will take effect on November 30, 2008. The Company purchased 156,444,400 gallons from Frankfort between December 2007 and November 2008. The result of these increases is an increase to our rates of \$0.06 per 1,000 gallons. We propose to raise each gallonage block that amount.

The following documents are enclosed:

Exhibit A. Purchased Water Rate Adjustment

Exhibit B. Copy of Wholesale Tariff

Exhibit C. Statement of Purchases and Sales

Exhibit D. Notice to Customers

Exhibit E. Tariff Sheet

The District requests the COMMISSION to grant a deviation from the regulations and allow two purchase water adjustments in that we received two adjustments within 8 days of each other. We advertised this rate adjustment in the newspaper on December 19, 2008.

If you have any questions, please contact Warner Broughman at 859-271-1778, as he is handling this matter.

Yours truly,

Darrell Dees, Manager

DD:pac

#### PURCHASED WATER RATE ADJUSTMENT

Pursuant to KRS 278.012 and 278.015

November 30, 2008 U.S. 60 Water District (Date) (Name of Utility) P.O. Box 97 (502) 747-8942 Bagdad, KY 40003 (Telephone Number) (Business Mailing Address) 1. (a) Names of all wholesale suppliers and the base rate and changed rate of each. **Changed Rate** Supplier(s) **Base Rate** \$1.61 per 1,000 gallons \$ no change (1) Shelbyville \$1.539 \$ 1.59 (2) Frankfort (b) A copy of the supplier's notice of the changed rate showing the effective date of the increase is attached as Exhibit B. 2. Twelve-month Period Upon Which Purchased Water Adjustment is Based From <u>December 2007</u> through <u>November 2008</u> Month & Year Month & Year 3. Statement of Water Purchases Gallons Purchased Supplier's Name Meter No. 1 (1) Shelbyville 156,720 (2) Frankfort 156,444,400 156,601,120 4. Total Sales for the 12-Months 125,323,600 gallons 5. Purchased Water Adjustment Factor 0.06 per 1,000 gallons. Unit Price Calculation **Increase** 7,274.65 .058 Say \$0.06/1,000 gallons Water Sold 125,323.6 NOTE: Revised tariff sheets must be attached showing rates to be charged by the utility and the effective date of such increased Signature of Utility Officer

Manager Title

|   | FOREntire Service Area   |
|---|--|
|   | Community, Town or City  |
|   | P.S.C. KY. NO1   |
|   | Original SHEET NO. 2   |
| The Electric and Water Plant Board of the City of Frankfort, Ke                         | entucky CANCELLING P.S.C. KY. NO. N/A  |
| (Name of Utility)   | N/A SHEET NO. N/A  |
| RULES   | S AND REGULATIONS  |
|   |  |
| APPLICABILITY: All wholesale water Commission purchasing water from t                   | er users regulated by the Public Service the FEWPB for resale.                         |
| KENTUCKY RIVER AUTHORITY WITHDRAWAY   | L FEE:   |
| Tier 1 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 pents per thousand gallons  |
| · · · · · · · · · · · · · · · · · · ·   |  |
|   |  |
|   |  |
|   |  |
|   |  |
|   |  |
| NOTE: This adjustment recovers th<br>withdrawal fee adjusted for water l<br>and effect. | e increase in the Kentucky River Authority oss. All other charges remain in full force |
| DATE OF ISSUE October 30, 2008  |  |
| Month/Date/Year DATE EFFECTIVE November 30, 2008  |  |
| SSUED BY Month / Date / Year (Signature of Officer)                                     |  |
| TILE General Manager  |  |
| BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE   | E COMMISSION   |
| N CASE NODATED  |  |

# US 60 WATER DISTRICT STATEMENT OF PURCHASED WATER DECEMBER 2007-NOVEMBER 2008

|         | Frankfort Plant |              | Shelbyville |           |                          |
|---------|-----------------|--------------|-------------|-----------|--------------------------|
|         | Board:          |              | Municipal:  |           |                          |
|         | Gailons:        | Cost:        | Gallons:    | Cost:     | Total Galions Purchased: |
| Dec '07 | 12,269,500      | \$ 19,496.24 |             |           | 12,269,500               |
| Jan '08 | 12,793,300      | \$ 20,328.56 |             |           | 12,793,300               |
| Feb     | 11,318,900      | \$ 17,985.74 |             |           | 11,318,900               |
| Mar     | 13,351,000      | \$ 21,214.73 |             |           | 13,351,000               |
| Apr     | 11,420,000      | \$ 18,146.38 |             |           | 11,420,000               |
| May     | 11,360,600      | \$ 18,051.99 |             |           | 11,360,600               |
| Jun     | 12,719,000      | \$ 14,440.83 | 4,180       | \$ 67.30  | 12,723,180               |
| Jul     | 15,852,100      | \$ 25,188.99 | 10,370      | \$ 166.96 | 15,862,470               |
| Aug     | 13,610,900      | \$ 21,627.72 | 31,090      | \$ 500.55 | 13,641,990               |
| Sept    | 15,328,500      | \$ 24,356.99 | 27,230      | \$ 441.40 | 15,355,730               |
| Oct     | 13,404,000      | \$ 21,922.24 | 37,290      | \$ 600.37 | 13,441,290               |
| Nov     | 13,016,600      | \$ 20,060.10 | 46,560      | \$ 749.62 | 13,063,160               |
| TOTALS. | 156,444,400     | 242,821      | 156,720     | 2,526     | 156,601,120              |

# US 50 WATER DISTRICT STATEMENT OF WATER SOLD DECEMBER 2007-NOVEMBER 2008

| DATE:   | GALLONS SOLD:      | NUMBER OF CUSTOMERS: |
|---------|--------------------|----------------------|
| DEC '07 | 11,347,100         | 2217                 |
| JAN '08 | 11,535,100         | 2226                 |
| FEB     | 10,802,300         | 2218                 |
| MAR     | 9,398,200          | 2221                 |
| APR     | 9,824,200          | 2214                 |
| MAY     | 9,806,000          | 2216                 |
| JUN     | 1,248,500          | 2222                 |
| JUL     | 11,738,800         | 2224                 |
| AUG     | 13,713,300         | 2228                 |
| SEP     | 13,275,000         | 2236                 |
| OCT     | 12,844,300         | 2231                 |
| NOV     | 9, <b>790,8</b> 00 | 2234                 |
| TOTAL:  | 125,323,600        | 26687                |

#### NOTICE

U.S. 60 WATER DISTRICT has filed an application with the Public Service Commission for a proposed rate change for water service. The change is made necessary due to an increase in the wholesale price of water from our supplier.

The rates contained in this notice are the rates proposed by U.S. 60 WATER DISTRICT. However, the Public Service Commission may order rates to be changed that differ from these proposed rates. Such action may result in rates for consumers other than the rates in this notice.

### 5/8 x 3/4 Meters

| First 1,000 gallons per month (minimum bill) Next 2,000 gallons per month per 1,000 gallons Next 2,000 gallons per month per 1,000 gallons All over 5,000 gallons per month per 1,000 gallons | \$12.96<br>\$ 6.47<br>\$ 5.21<br>\$ 4.60 |
|---|--|
| 1-inch Meters First 5,000 gallons per month (minimum bill) All over 5,000 gallons per month per 1,000 gallons   | \$36.28<br>\$ 4.60                       |
| 2 Inch Meter First 25,000 gallons per month (minimum bill) All over 50,000 gallons per month per 1,000 gallons  | \$128.28<br>\$ 4.60                      |
| Bulk User Rate First 1,000 gallons per month (minimum bill) All over 1,000 gallons per month per 1,000 gallons  | \$ 2.76<br>\$ 2.76                       |
| Wholesale Water Rates:<br>First 25,000 Gallons<br>All over 25,000 Gallons   | \$128.28<br>4.60                         |

Any corporation, association, body politic or person may by motion within 30 days after publication of the proposed rate changes, request leave to intervene. All persons having reasons to intervene should file with the Public Service Commission, P.O. Box 615, Frankfort, Kentucky 40602. The application is on file at the offices for the U.S. 60 WATER DISTRICT, 4596 Bagdad Road, Bagdad, KY and is available for examination during business hours.

### **EXHIBIT D**

## $For \underline{all\ territories\ served}_{Community,\ Town\ or\ City}$

U.S. 60 Water District P.O. Box 97 Bagdad, KY 40003

P.S.C. KY No.

Cancelling P.S.C. KY No. (Sheet No.)

2008-00045

|        | CLASSIFICATION OF SERVICE                       | RATE PER UNIT |  |
|--------|---|---------------|--|
| Rates: | 5/8 x 3/4 Inch Meter                            |               |  |
|        | First 1,000 gallons per month (minimum bill)    | \$12.96       |  |
|        | Next 2,000 gallons per month per 1,000 gallons  | 6.47          |  |
|        | Next 2,000 gallons per month per 1,000 gallons  | 5.21          |  |
|        | Over 5,000 gallons per month per 1,000 gallons  | 4.60          |  |
|        | 1 Inch Meter                                    |               |  |
|        | First 5,000 gallons per month (minimum bill)    | \$36.28       |  |
|        | Over 5,000 gallons per month per 1,000 gallons  | 4.60          |  |
|        | 2 Inch Meter                                    |               |  |
|        | First 25,000 gallons per month (minimum bill)   | \$128.28      |  |
|        | Over 25,000 gallons per month per 1,000 gallons | 4.60          |  |
|        | Bulk User Rate                                  |               |  |
|        | First 1,000 gallons per month (minimum bill)    | \$2.76        |  |
|        | Over 1,000 gallons per month per 1,000 gallons  | 2.76          |  |
|        | Wholesale Water Rates:                          |               |  |
|        | First 25,000 gallons                            | \$128.28      |  |
|        | Over 25,000 gallons                             | 4.60          |  |
|        | <u></u>   |               |  |

| Date of   | <u>November 30, 200</u> | <u>B</u> Date  | December 10, 2008 |
|-----------|-------------------------|----------------|-------------------|
| Issue:    | (                       | Effective:     |                   |
|           |                         | $\mathcal{O}$  |                   |
| Issued by | : _ Warn                | Willes         |                   |
| Title: N  | <u> Manager</u>         |                |                   |
| Issued by | the authority of an     | n Order of the | Public Service    |
| Commiss   | ion of Kentucky         |                |                   |
| in Case N | 0.                      | Dated          |                   |