

RECEIVED

JUL 29 2010

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

PUBLIC SERVICE
COMMISSION

2010-00310

Name of Utility	Lake Village Water Association, Inc.	
Date	July 27, 2010	
Address	801 Pleasant Hill Dr., P.O. Box 303	
City, State, Zip	Burgin, KY 40310	
Telephone Number	859-748-5642	

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 Harrodsburg	See attached rate schedule	See revised rate schedule
City of Danville	See attached rate schedule	No change

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	June 2009	through	May 2010
	(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 Harrodsburg		98,766,124 gallons
City of Danville		85,899,504 gallons
TOTAL PURCHASES		184,665,628 gallons
4. Total sales for the 12 month period	111,598,844 gallons	
5. Increased water cost	\$68,327.12	
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.		
6. Purchased water adjustment factor	0.000612, \$0.61 per 1,000 gallons	
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	September 1, 2010	
		
Signature of Utility Officer		
Executive Director		
Title		

FOR Harrodsburg, Kentucky
Name of Municipality

P.S.C. KY. NO. _____

SHEET NO. _____

City of Harrodsburg Water Department
(Name of Municipal Utility)

CANCELLING P.S.C. KY. NO. _____

SHEET NO. _____

RATES AND CHARGES

Rates for North Mercer Water District and Lake Village Water Association:

First	250	cubic feet	\$6.27	per 100 cubic feet
Next	750	cubic feet	2.38	per 100 cubic feet
Next	3,000	cubic feet	2.07	per 100 cubic feet
Next	6,000	cubic feet	1.76	per 100 cubic feet
Next	25,000	cubic feet	1.50	per 100 cubic feet
Next	25,000	cubic feet	1.25	per 100 cubic feet
Next	60,000	cubic feet	1.00	per 100 cubic feet

DATE OF ISSUE _____

Month / Date / Year

DATE EFFECTIVE _____

Month / Date / Year

ISSUED BY Ed Murrin
(Signature of Officer)

TITLE CITY ADMINISTRATIVE OFFICER

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

JAN 10 2004

PURSUANT TO 807 KAR 5.011
SECTION 9 (1)

BY Charles E. Dill
EXECUTIVE DIRECTOR

Run date: 01/15/2009 @ 09:48
 Bus date: 01/15/2009

AFW
 CARI - Charge Codes List

Charge code.....: 303
 Changed.: 06/16/08
 User.....: 00031

1) Description....: lake village water co.
 2) Unit desc.....: cu³t

3) Accounting
 Revenue.....: A60 00-00 4810
 Allocated.....: A91 00-00 1100
 A/R.....:

4) User options
 Report group...: 100 - WATER SALES
 Taxable.....: N - Not taxable.

5) Rate structure
 Rate type.....: C - Calculated.
 Amount.....:

6) Posting options
 Posting type...: S - Sales.
 Post to period.: C - Current.

7) Data entry options
 Enter desc.....: N - Not allowed.
 Enter units....: N - Not allowed.
 Enter unit prc.: N - Not allowed.
 Enter amount...: N - Not allowed.
 Enter g/l acct.: N - Not allowed.

8) #	Type	Minimum	Maximum	Unit Price
1	I	.000010	20,000.000000	.016800-336.60
2	I	20,000.000001	100,000.000000	.013500-1080.60
3	I	100,000.000001	200,000.000000	.010500-1050.00
4	I	200,000.000001	500,000.000000	.009600-2880.00
5	I	500,000.000001	1,203,210.000000	.009100
6	I	1,203,210.000001	99,999,999.999999	.018200
7	E			
8	E			

Number of lines printed = 43

*** End of report ***



City of Harrodsburg

Mayor
Lonnie Campbell

Commissioners
Joe Hood ❖ Jack C. Springate
Kevin Perkins ❖ Kerry Anness

April 30, 2009

Mr. Jeff Derouen
Executive Director
Public Service Commission
211 Sower Blvd.
Frankfort, Ky., 40602-0615

Re: City of Harrodsburg

Dear Mr. Derouen:

Enclosed please find the notice and rate sheet for the City of Harrodsburg regarding Kentucky increases in rates to Lake Village Water Association and North Mercer Water District.

Both entities have agreed verbally to these increases. The city has embarked upon a \$12,000,000 water plant expansion to increase capacity by two million gallon-per-day. This rate increase only partially meets the Rural Development specified rates in their letter of conditions. The anticipate effective date is August 26, 2010.

I would like to thank Brent Kirtley for his assistance with this matter.

Sincerely,

Ed Music
Ed Music

City Administrative Officer

CC: Board of Commissioners

NOTICE

The Harrodsburg Water Department has filed a proposed rate schedule with the Public Service Commission which will increase the rates for water service provided to North Mercer Water District and Lake Village Water Association as follows:

			<u>Current Rate</u>	<u>Proposed Rate</u>	<u>% Increase</u>
First	250	cubic feet	\$6.27 per 100 cubic feet	\$8.78 per 100 cubic feet	40.0%
Next	750	cubic feet	2.38 per 100 cubic feet	3.33 per 100 cubic feet	40.0%
Next	3,000	cubic feet	2.07 per 100 cubic feet	2.90 per 100 cubic feet	40.0%
Next	6,000	cubic feet	1.76 per 100 cubic feet	2.46 per 100 cubic feet	40.0%
Next	25,000	cubic feet	1.50 per 100 cubic feet	2.10 per 100 cubic feet	40.0%
Next	25,000	cubic feet	1.25 per 100 cubic feet	1.75 per 100 cubic feet	40.0%
Over	60,000	cubic feet	1.00 per 100 cubic feet	1.40 per 100 cubic feet	40.0%

The proposed effective date is August 26, 2010. Water flowing through the meter(s) before the effective date will be charged at the current rate. Water flowing through the meter(s) on and after the effective date will be charged at the new proposed rate.

The rates contained in this notice are the rates proposed by the Harrodsburg Water Department. However, the Public Service Commission may order rates to be charged that differ from the proposed rates 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 made by the utility by visiting the Harrodsburg Mayor's Office located at 208 South Main Street in Harrodsburg, Kentucky 40330; telephone 859-734-7705.

Any person may examine the rate application and other filings made by visiting the Harrodsburg Mayor's Office located at 208 South Main Street in Harrodsburg, Kentucky 40330; or by contacting the Public Service Commission at 211 Sower Boulevard in Frankfort, Kentucky; telephone 502-564-3940.

FOR Harrodsburg, Kentucky
Name of Municipality

P.S.C. KY. NO. 1

3rd Revised SHEET NO. 1

City of Harrodsburg Water Department
(Name of Municipal Utility)

CANCELLING P.S.C. KY. NO. 1

2nd Revised SHEET NO. 1

RATES AND CHARGES

Rates for North Mercer Water District and Lake Village Water Association:

First	250	cubic feet	\$8.78	per 100 cubic feet
Next	750	cubic feet	3.33	per 100 cubic feet
Next	3,000	cubic feet	2.90	per 100 cubic feet
Next	6,000	cubic feet	2.46	per 100 cubic feet
Next	25,000	cubic feet	2.10	per 100 cubic feet
Next	25,000	cubic feet	1.75	per 100 cubic feet
Over	60,000	cubic feet	1.40	per 100 cubic feet

Kentucky River Authority Withdrawal Fee:

Tier I Fee	\$0.01645600	per 100 cubic feet
Tier II Fee	<u>\$0.04488000</u>	per 100 cubic feet
Sub-Total	\$0.06133600	per 100 cubic feet
Adjustment to recover the full cost of the KRA Fee	<u>\$0.00067590</u>	per 100 cubic feet
Total for separate Line Item	<u>\$0.06201190</u>	per 100 cubic feet

NOTE: This page only adjusts usage rates for water service. This page does not revise the Kentucky River Authority Withdrawal Fee that became effective on June 22, 2008.

DATE OF ISSUE ~~June 2, 2008~~ 07/30/10
Month / Date / Year

DATE EFFECTIVE ~~June 22, 2008~~ 07-30-10
Month / Date / Year

ISSUED BY *Ed Mason*
(Signature of Officer)

TITLE CITY ADMINISTRATOR

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. N/A DATED N/A

Lake Village Water Association, Inc.
801 Pleasant Hill Drive
P.O. Box 303
Burgin, Kentucky 40310

Rate Increase with 0.61 PSC Purchase Water Adjustment Factor

Gallon Usage	Current Rate	New Rate	Increase
1,000	\$22.30	\$23.52	\$1.22
2,000	\$22.30	\$23.52	\$1.22
3,000	\$30.50	\$32.33	\$1.83
4,000	\$38.70	\$41.14	\$2.44
5,000	\$46.90	\$49.95	\$3.05
6,000	\$55.10	\$58.76	\$3.66
7,000	\$63.30	\$67.57	\$4.27
8,000	\$71.50	\$76.38	\$4.88
9,000	\$79.70	\$85.19	\$5.49
10,000	\$87.90	\$94.00	\$6.10
15,000	\$128.90	\$138.05	\$9.15
20,000	\$169.90	\$182.10	\$12.20
25,000	\$201.00	\$216.25	\$15.25
30,000	\$232.10	\$250.40	\$18.30
35,000	\$263.20	\$284.55	\$21.35
40,000	\$294.30	\$318.70	\$24.40
50,000	\$356.90	\$387.40	\$30.50
100,000	\$667.50	\$728.50	\$61.00
200,000	\$1,289.50	\$1,411.50	\$122.00
300,000	\$1,911.50	\$2,094.50	\$183.00