

Warren County
Water District

July 27, 2011

MR JEFF DEROUEN
EXECUTIVE DIRECTOR
PUBLIC SERVICE COMMISSION
P O BOX 615
FRANKFORT KY 40602

RECEIVED

JUL 27 2011

PUBLIC SERVICE
COMMISSION

RE: Purchased Water Adjustment

Dear Mr. Derouen:

Bowling Green Municipal Utilities is increasing our wholesale water and sewer rates effective September 1, 2011. Warren County Water District intends to pass this increase through to our retail customers in accordance with 807 KAR 5:068.

In support of our application for these Purchased Water Adjustments for both water and sewer rates, enclosed are the original and 10 copies of the following documents:

1. Purchased Water Adjustment application form – Water Division
2. Purchased Water Adjustment application form – Sewer Division
3. Exhibit A – Breakdown of Water Purchased by Rate Area and Computation of Purchased Water Adjustment
4. Exhibit B – Letter from Bowling Green Municipal Utilities (supplier's notice of changed rate)
5. Excerpts of Minutes – Board approval of wholesale rates and authorization for retail rate increase
6. Revised Tariff Sheets for retail rates

We will be providing the required notice to customers with an ad in the Daily News in the near future.

If you have any questions or need additional information, please let me know.

Sincerely,

Alan H. Vilines, P.E.
General Manager

AHV:jh

Enclosures

Providing high quality
water and wastewater
services to families and
businesses throughout
Warren County.



RECEIVED

7-26-11 2011

PUBLIC SERVICE COMMISSION

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

Name of Utility	Warren County Water District – Sewer Division	
Date	July 26, 2011	
Address	P.O. Box 10180	
City, State, Zip	Bowling Green KY 42102	
Telephone Number	270-842-0052	

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.

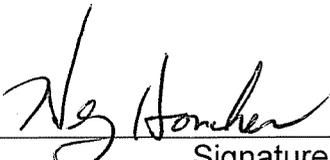
Supplier(s)	Base Rate	Changed Rate
Bowling Green Municipal Utilities	\$0.9764/1,000 Gallons	\$1.2409/1,000 Gallons

1.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 the purchased water adjustment is based. (This twelve-month period must end within 90 days of this filing).

From	June 2010	through	May 2011
	(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.

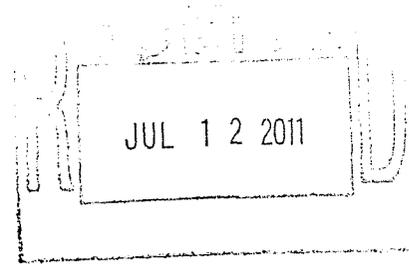
Supplier(s)	Gallons Disposed during 12 month period
Bowling Green Municipal Utilities	473,338,305
TOTAL DISPOSED	473,338,305
4. Total gallons sold for the 12 month period	715,298,000
5. Increased water cost	\$ 125,198
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.	
6. Purchased water adjustment factor	\$0.18 / 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, 2011
	
Signature of Utility Officer	
Chairman	
Title	



801 CENTER STREET
P.O. BOX 10300
BOWLING GREEN, KENTUCKY 42102-7300
Phone (270) 782-1200 Fax (270) 782-4320
www.bgmu.com

July 11, 2011

Mr. Alan Vilines
General Manager
Warren County Water District
523 US Hwy 31W Bypass
P.O. Box 10180
Bowling Green KY 42102-4780



Dear Mr. Vilines,

Please find enclosed a notice of the Wholesale Utility Service Rate Change agreed upon between Bowling Green Municipal Utilities and Warren County Water District. As indicated, the proposed effective date is September 1, 2011.

Please review the attached at your convenience and let me know if you have any questions or concerns.

Thank you.

A handwritten signature in black ink that reads "Michael R. Gardner". The signature is fluid and cursive.

Michael R. Gardner
Water/Wastewater Systems Manager – BGMU
(270)782-4366
mgardner@bgmu.com

MRG/lo

cc: Mr. Gary Bridges – BGMU
Mr. Mark Iverson – BGMU
Mr. Brent Kirtley - PSC

Enc.: PSC Rate Change Notice

NOTICE

Bowling Green Municipal Utilities (BGMU) has filed a proposed rate schedule which will increase the rates for water service provided to Warren County Water District (WCWD) as follows:

<u>Water Service</u>	<u>Current Rate</u>	<u>Proposed Rate</u>	<u>% Increase</u>
Southside (formerly known as Westside)	\$.8463 per 1000 gallons	\$1.8285 per 1000 gallons	116% Increase
Morgantown Road Areas	\$.8463 per 1000 gallons	\$1.0838 per 1000 gallons	28% Increase
Northside Area	\$.6337 per 1000 gallons	\$1.0525 per 1000 gallons	66% Increase
Cemetery Road	\$.8463 per 1000 gallons	\$1.0608 per 1000 gallons	25% Increase

<u>Sewer Service</u>	<u>Current Rate</u>	<u>Proposed Rate</u>	<u>% Increase</u>
All Connection Points	\$.9764 per 1000 gallons	\$1.2409 per 1000 gallons	27% Increase

The proposed effective date is September 1, 2011.

The rates contained in this notice are the rates proposed by Bowling Green Municipal Utilities. 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 contacting Mike Gardner, Bowling Green Municipal Utilities, PO Box 10300, Bowling Green, Kentucky 42102-7300; telephone 270-782-1200.

Any person may examine the rate application and other filings made by visiting the offices of Bowling Green Municipal Utilities or by contacting the Public Service Commission at 211 Sower Boulevard in Frankfort, Kentucky; telephone 502-564-3940.

**EXCERPTS OF MINUTES OF A
REGULAR MEETING OF THE
WARREN COUNTY WATER DISTRICT**

The Board of Commissioners of the Warren County Water District met in regular session on July 26, 2011, at 4:00 p.m. at 523 U.S. Hwy 31-W Bypass, Bowling Green, Kentucky. The meeting was called to order with Henry Honaker, Chairman, presiding, and the following other members of the Commission present: Thomas A. Donnelly, Vice-Chairman; Glen Johnson, Secretary; Joe Taylor, Sr., Treasurer; and R. Harvey Johnston, III. Also present were Frank Hampton Moore, Jr., Attorney; Jon Schubarth, Manager of Engineering & Construction and Alan Vilines, General Manager.

* * *

(Other Business)

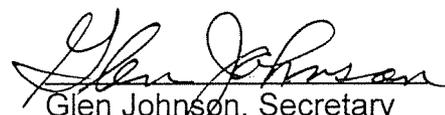
Mr. Vilines discussed several details of the wholesale rate study as outlined in the joint staff letter of June 16, 2011, and summarized the changes in wholesale rates for each of the service areas. Schedules of proposed retail water and sewer rates were presented along with a comparison of retail bills for the larger systems in Kentucky. Mr. Donnelly made a motion to approve the wholesale rates as recommended by the Joint Committee and to proceed with filing a Purchased Water Adjustment with the Public Service Commission followed by implementation of the retail rate increase. Mr. Johnston seconded the motion and all voted "aye."

(Other Business)

* * *

Upon motion and vote the meeting adjourned.

I hereby certify that the foregoing excerpts of minutes are true and correct.


Glen Johnson, Secretary
Warren County Water District

P.S.C. Ky. No. _____

Cancels P.S.C. Ky. No. 2001-330

WARREN COUNTY WATER DISTRICT - SEWER DIVISION

OF

BOWLING GREEN, WARREN COUNTY, KENTUCKY

Rates, Rules, and Regulations for Furnishing

Sewer Service

At

Bowling Green, Warren County, Kentucky

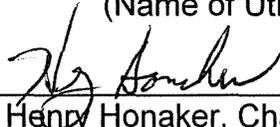
Filed with PUBLIC SERVICE COMMISSION

OF KENTUCKY

ISSUED July 26, 2011

EFFECTIVE September 1, 2011

ISSUED BY Warren County Water District - Sewer Division
(Name of Utility)

BY 
Henry Honaker, Chairman
Board of Commissioners
Warren County Water District

WARREN COUNTY WATER DISTRICT - SEWER DIVISION

Name of Issuing Corporation

_____ Sheet of 1 of 1

Canceling P.S.C. Ky. No. 2001-330

_____ Sheet No. 2 of 2

CLASSIFICATION OF SERVICE

TARIFF FOR

Wholesale Wastewater (Sewer) Disposal base rate effective September 1, 2011, which will be the base rate for the purpose of future applications of the sewage disposal adjustment clause.

The base rate will be as follows for sewage disposal from Bowling Green Municipal Utilities:

All Connection Points \$1.2409 per 1,000 gallons

DATE OF ISSUE July 26, 2011 DATE OF EFFECTIVE September 1, 2011
Month Day Year Month Day Year

ISSUED BY  Chairman PO Box 10180, Bowling Green, KY 42102
Henry Honaker Title Address

Issued by authority of an Order of the Public Service Commission of Kentucky in Case No. _____
dated _____.

P.S.C. Ky. No. _____

Cancels P.S.C. Ky. No. 2001-330

WARREN COUNTY WATER DISTRICT - SEWER DIVISION

OF

BOWLING GREEN, WARREN COUNTY, KENTUCKY

Rates, Rules, and Regulations for Furnishing

Sewer Service

At

Bowling Green, Warren County, Kentucky

Filed with PUBLIC SERVICE COMMISSION

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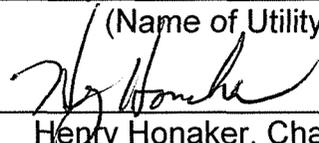
ISSUED July 26, 2011

EFFECTIVE September 1, 2011

ISSUED BY Warren County Water District - Sewer Division

(Name of Utility)

BY



Henry Honaker, Chairman

Board of Commissioners

Warren County Water District

WARREN COUNTY WATER DISTRICT - SEWER DIVISION

Name of Issuing Corporation

P.S.C. Ky. No. _____

_____ Sheet of 1 of 2

Canceling P.S.C. Ky. No. 2001-330

_____ Sheet No. 2 of 3

CLASSIFICATION OF SERVICE

The following rates are hereby prescribed for the customers served by Warren County Water District - Sewer Division with the exception of special contract customers. All other rates and charges not specifically mentioned herein shall remain the same as those in effect prior to the date of this Order.

MONTHLY SEWER RATES FOR ALL AREAS
OUTSIDE THE CITY OF SMITHS GROVE

5/8" x 3/4" Meter

First 2,000 gals.	\$9.24	Minimum bill
Next 6,000 gals.	3.82	per 1,000 gals.
Next 12,000 gals.	2.63	per 1,000 gals.
Next 80,000 gals.	2.24	per 1,000 gals.
Over 100,000 gals.	1.62	per 1,000 gals.

The minimum bill shown above applies only to 5/8" x 3/4" meters.
The minimum bills listed below apply to all other meter sizes.

<u>Meter Size</u>	<u>Minimum Bill</u>		
3/4	\$13.06	includes the first	3,000 gallons
1	20.70	includes the first	5,000 gallons
1-1/2	37.45	includes the first	10,000 gallons
2	53.20	includes the first	16,000 gallons
3	86.12	includes the first	30,000 gallons
4	130.92	includes the first	50,000 gallons
6	242.92	includes the first	100,000 gallons

The rates to be charged for water used in excess of the minimum usage amount are the same regardless of meter size.

All rates are subject to a 10 percent penalty if paid after the due date.

DATE OF ISSUE July 26, 2011
Month Day Year

DATE OF EFFECTIVE September 1, 2011
Month Day Year

ISSUED BY Henry Honaker Chairman PO Box 10180, Bowling Green, KY 42102
Henry Honaker Title Address

Issued by authority of an Order of the Public Service Commission of Kentucky in Case No. _____
dated _____.

WARREN COUNTY WATER DISTRICT - SEWER DIVISION

Name of Issuing Corporation

P.S.C. Ky. No. _____

_____ Sheet of 2 of 2

Canceling P.S.C. Ky. No. 2001-330

_____ Sheet No. 3 of 3

CLASSIFICATION OF SERVICE

The following rates are hereby prescribed for the customers served by Warren County Water District - Sewer Division with the exception of special contract customers. All other rates and charges not specifically mentioned herein shall remain the same as those in effect prior to the date of this Order.

**MONTHLY SEWER RATES FOR USERS
INSIDE THE CITY OF SMITHS GROVE**

5/8" x 3/4" Meter

First 2,000 gals.	\$15.68	Minimum bill
Next 6,000 gals.	3.99	per 1,000 gals.
Next 12,000 gals.	3.79	per 1,000 gals.
Next 80,000 gals.	3.19	per 1,000 gals.
Over 100,000 gals.	2.39	per 1,000 gals.

The minimum bill shown above applies only to 5/8" x 3/4" meters.
The minimum bills listed below apply to all other meter sizes.

<u>Meter Size</u>	<u>Minimum Bill</u>		
3/4	\$19.67	includes the first	3,000 gallons
1	27.65	includes the first	5,000 gallons
1-1/2	47.20	includes the first	10,000 gallons
2	68.94	includes the first	16,000 gallons
3	117.00	includes the first	30,000 gallons
4	180.80	includes the first	50,000 gallons
6	340.30	includes the first	100,000 gallons

The rates to be charged for water used in excess of the minimum usage amount are the same regardless of meter size.
All rates are subject to a 10 percent penalty if paid after the due date.

DATE OF ISSUE July 26, 2011
Month Day Year

DATE OF EFFECTIVE September 1, 2011
Month Day Year

ISSUED BY Henry Honaker Chairman PO Box 10180, Bowling Green, KY 42102
Title Address

Issued by authority of an Order of the Public Service Commission of Kentucky in Case No. _____
dated _____.