



8020 Ogden Landing Road  
West Paducah KY 42086

Telephone: 270-442-3337

Fax: 270-441-7104

RECEIVED

SEP 25 2017

PUBLIC SERVICE  
COMMISSION

September 20, 2017

Executive Director  
Public Service Commission  
P.O. Box 615  
Frankfort, Kentucky 40602

RE: West McCracken County Water District  
Purchase Water Adjustment

Dear Sir or Madam:

On behalf of the West McCracken County Water District, please find enclosed the original and ten copies of a Purchase Water Adjustment. The adjustment is in response to our supplier's (Paducah Water) decision to raise our wholesale rate from \$1.90/1,000 gallons to \$2.10/1,000 gallons October 1, 2017 which has already been approved by the PSC. In addition to the PWA, a copy of our customer rate change notice and revised tariff are enclosed.

We have an Alternative Rate Filing Case, (Case No. 2017-00319) before the PSC and request those rates to be adjusted accordingly with the PWA once the Commission rules on that case. Please find the amended current and proposed rate schedule for Case No. 2017-00319.

If you have any questions or need additional information, please feel free to call our office at 270-442-3337 or email [westmccrackenwater@comcast.net](mailto:westmccrackenwater@comcast.net)

Sincerely,

A handwritten signature in blue ink that reads 'Sheila Mansfield'.

Sheila Mansfield, Superintendent

**CURRENT AND PROPOSED RATES**  
**(List Applicant's Current and Proposed Rates)**

CURRENT RATES

APPLICABLE WITHIN THE SERVICE AREA OF THE WEST McCracken County Water District

Minimum Rate and Zero Usage	Existing
5/8" Meter	\$6.65
1" Meter	\$16.64
2" Meter	\$66.56
3" Meter	\$99.84
4" Meter	\$166.40

<b>All Water Usage</b>	
0 to 100,000 gallons per month, per 1,000 gallons	\$5.83
Over 100,000 gallons per month, per 1,000 gallons	\$4.13
Bulk Water Sales, per 1,000	\$6.26

PROPOSED RATES

APPLICABLE WITHIN THE SERVICE AREA OF THE WEST McCracken County Water District

Minimum Rate and Zero Usage	Existing
5/8" Meter	\$7.32
1" Meter	\$18.30
2" Meter	\$73.22
3" Meter	\$109.82
4" Meter	\$183.04

<b>All Water Usage</b>	
0 to 100,000 gallons per month, per 1,000 gallons	<b>\$6.71</b>
Over 100,000 gallons per month, per 1,000 gallons	<b>\$4.84</b>
Bulk Water Sales, per 1,000	<b>\$7.19</b>

- Exhibit 1.....Purchased Water Adjustment
- Exhibit 2.....Supplier’s Notice/PSC Approval
- Exhibit 3.....Increased Water Cost Supporting Document
- Exhibit 4.....Schedule of Current and Proposed Rates
- Exhibit 5.....Board of Commissioners Authorization
- Exhibit 6.....Customer Notice of Rate Change
- Exhibit 7.....Revised Tariff

# EXHIBIT 1

**RECEIVED****SEP 25 2017**PUBLIC SERVICE  
COMMISSIONPURCHASED WATER ADJUSTMENT FOR  
WATER DISTRICTS AND WATER ASSOCIATIONS  
(807 KAR 5:068)

Name of Utility	West McCracken County Water District		
Date	September 20, 2017		
Address	8020 Ogden Landing Road		
City, State, Zip	West Paducah, Kentucky	42086	
Telephone Number	270-442-3337		
Email Address	westmccrackenwater@comcast.net		

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.

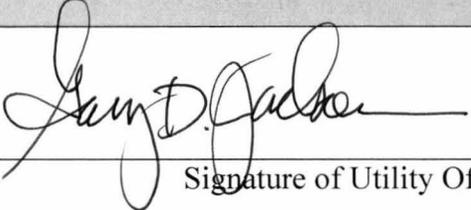
Supplier(s)	Base Rate	Changed Rate
Paducah Water	\$1.90 per 1,000 gallons	\$2.10 per 1,000 gallons

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

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, 2016	through	August, 2017
	(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
Paducah Water	145,421,600
TOTAL PURCHASES	
4. Total gallons sold for the 12 month period	96,942,131
5. Increased water cost	\$29,084.32
<p>The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate. The calculation and all supporting documents used to determine the change in purchased water costs sufficient to determine the accuracy of the calculation is attached as Exhibit 3</p>	
6. Purchased water adjustment factor	\$0.00030002
<p>The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold.</p>	
<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.</p>	
7. A schedule listing the current and proposed rates is attached as Exhibit 4	
8. A copy of the resolution or other document of the utility's governing body authorizing the proposed rates is attached as Exhibit 5	
9. Proposed effective date	October 1, 2017
	
Signature of Utility Officer	
Chairman	
Title	

## EXHIBIT 2



**NOTICE**

Paducah Water Works hereby provides notice that it will file with the Public Service Commission no later than August 14, 2015, to increase its wholesale water rate to West McCracken County Water District.

New rates are proposed to be implemented in three incremental steps, the first to become effective for water service rendered on and after October 1, 2015 with a new rate to become effective on each subsequent annual anniversary as set forth below:

<u>Monthly Rate Per 1,000 Gallons</u>	<u>New Rate</u>	<u>Previous Rate</u>	<u>\$ Difference</u>	<u>% Difference</u>
Effective 10/01/2015	\$1.70	\$1.50	\$0.20	13.3%
Effective 10/01/2016	\$1.90	\$1.70	\$0.20	11.8%
Effective 10/01/2017	\$2.10	\$1.90	\$0.20	10.5%

Water flowing through the meter(s) before the effective date will be charged at the previous rate while water flowing through the meter(s) on and after the new effective date will be charged at the new rate.

This filing may be examined at the Paducah Water Works office located at 1800 North 8<sup>th</sup> Street in Paducah, Kentucky; telephone: (270) 442-2746.

This filing may also be examined at the offices of the Public Service Commission located at 211 Sower Boulevard in Frankfort, Kentucky, Monday – Friday from 8:00 am – 4:30 pm, or on the Public Service Commission's website at <http://psc.ky.gov>.

Comments regarding this filing may be submitted by mail to the Public Service Commission, Post Office Box 615, Frankfort, Kentucky 40602; or through its website at <http://psc.ky.gov>.

The proposed rates are the rates proposed by Paducah Water Works, but the Public Service Commission may order rates that differ from these proposed rates.

Intervention may be requested by submitting a timely written request for intervention by mail to the Public Service Commission, Post Office Box 615, Frankfort, Kentucky 40602. The request for intervention must establish the grounds for the request including the status and interest of the party.

If the Public Service Commission does not receive a written request for intervention within thirty (30) days of the providing of this notice, the Public Service Commission may take final action on the filing.

FOR Areas Served

P.S.C. KY. NO. 1

3<sup>rd</sup> Revised SHEET NO. 1

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

2<sup>nd</sup> Revised SHEET NO. 1

Paducah Water Works

Monthly Wholesale Water Rate:

West McCracken County Water District

Effective 10/01/2015	All usage	\$1.70 per 1,000 gallons
Effective 10/01/2016	All usage	\$1.90 per 1,000 gallons
Effective 10/01/2017	All usage	\$2.10 per 1,000 gallons

NOTE: Revises previous rate of \$1.50 per 1,000 gallons that became effective on July 1, 2005.

DATE OF ISSUE August 14, 2015

DATE EFFECTIVE October 1, 2015

ISSUED BY Bill Robertson

TITLE Paducah Water General Manager

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

<b>KENTUCKY</b> <b>PUBLIC SERVICE COMMISSION</b>
<b>JEFF R. DEROUEN</b> <b>EXECUTIVE DIRECTOR</b>
TARIFF BRANCH <i>Brent Kirtley</i>
EFFECTIVE <b>10/1/2015</b> PURSUANT TO 807 KAR 5:011 SECTION 9 (1)

## EXHIBIT 3

West McCracken County Water District

**Gallons Purchased**

**Gallons Sold**

Sep-16	15,994,700
Oct-16	10,432,800
Nov-16	9,878,600
Dec-16	18,555,200
Jan-17	13,673,000
Feb-17	7,848,900
Mar-17	8,102,900
Apr-17	9,908,100
May-17	11,939,200
Jun-17	11,647,300
Jul-17	12,777,900
Aug-17	<u>14,663,000</u>

Sep-16	9,252,892
Oct-16	7,415,158
Nov-16	7,795,874
Dec-16	5,963,585
Jan-17	7,896,633
Feb-17	8,503,819
Mar-17	6,905,312
Apr-17	6,466,034
May-17	9,056,988
Jun-17	8,780,878
Jul-17	7,990,345
Aug-17	<u>10,914,613</u>

total 145,421,600

total 96,942,131

Old Rate 145,421,600 ÷ 1,000 x 1.90 = \$276,301.04  
 New Rate 145,421,600 ÷ 1,000 x 2.10 = \$305,385.36  
 Increased Water Cost \$305,385.60 - \$276,301.04 = \$29,084.32  
 PWA Factor \$29,084.56 ÷ 96,942,130 = \$0.00030002

# EXHIBIT 4

West McCracken County Water District

RATES

APPLICABLE WITHIN THE SERVICE AREA OF THE WEST MCCRACKEN COUNTY WATER DISTRICT

<u>Minimum Rate with Zero Usage</u>	<u>Existing</u>	<u>Proposed</u>
5/8" Meter	\$6.65	
1" Meter	\$16.64	
2" Meter	\$66.56	
3" Meter	\$99.84	
4" Meter	\$166.40	
All Water Usage		
0 to 100,000 gallons per month, per 1,000 gallons	\$5.83	\$6.13
Over 100,000 gallons per month, per 1,000 gallons	\$4.13	\$4.43
Bulk Water Sales, per 1,000	\$6.26	\$6.56

## EXHIBIT 5

West McCracken County Water District held its monthly board meeting on Monday, September 18, 2017.

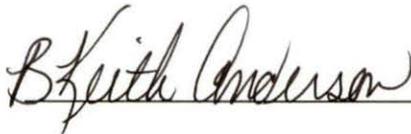
MOTION moved by B. Keith Anderson: To pass the purchase water increase to the customer for the sovereignty of the district.

VOTE: 3 in favor 0 not in favor

RESOLVED: Motion Carried

  
\_\_\_\_\_  
Chairman, Gary Jackson

  
\_\_\_\_\_  
Secretary, Benny Heady

  
\_\_\_\_\_  
Treasurer, B Keith Anderson

## EXHIBIT 6

## NOTICE

West McCracken County Water District hereby provides notice that because of an increase in the cost of water purchased from Paducah Water, the West McCracken County Water District will increase its rates for services effective October 1, 2017. An application has been filed with the Kentucky Public Service Commission to increase rates as follows:

<u>Minimum Rate with Zero Usage</u>	<u>Existing</u>	<u>Proposed</u>
5/8" Meter	\$6.65	
1" Meter	\$16.64	
2" Meter	\$66.56	
3" Meter	\$99.84	
4" Meter	\$166.40	
All Water Usage		
0 to 100,000 gallons per month, per 1,000 gallons	\$5.83	\$6.13
Over 100,000 gallons per month, per 1,000 gallons	\$4.13	\$4.43
Bulk Water Sales, per 1,000	\$6.26	\$6.56

As noted above, based on the increased cost of water from Paducah Water, rates will increase \$0.30 per 1,000 gallons. The monthly bill for a customer using an average of 2,000 gallons of water each month will increase from \$17.77 to \$18.91. This is an increase of \$1.14 or 6.42%.

The charges/rates contained in this notice are the charges/rates proposed by the West McCracken County Water District. However, the Public Service Commission may order charges/rates to be charged that differ from these proposed charges/rates. Such action may result in charges/rates for consumers other than the charges/rates detailed in this notice.

Any person may examine this application at the office of West McCracken County Water District office located at 8020 Ogden Landing Road West Paducah, Kentucky. In addition, any person may also examine the application at the Public Service Commission's office located at 211 Sower Boulevard Frankfort, Kentucky 40601, Monday through Friday, 8 a.m. to 4:30 p.m., or through the Public Service Commission's website at <http://psc.ky.gov>. The Public Service Commission can also be contacted at 502-564-3940.

This notice is published pursuant to 807 KAR 5:068 – Purchased Water Adjustment for Water Districts and Water Associations.

## EXHIBIT 7

For: ENTIRE AREA SERVED

PSC KY Number: \_\_\_\_\_

\_\_\_\_\_ Sheet No. 1

Cancelling PSC KY Number: \_\_\_\_\_

REVISED Sheet No. 1

WEST McCracken County Water District

*(Name of Utility)*

RATES

APPLICABLE WITHIN THE SERVICE AREA OF THE WEST McCracken County Water District

Minimum Rate and Zero Usage	Existing
5/8" Meter	\$6.65
1" Meter	\$16.64
2" Meter	\$66.56
3" Meter	\$99.84
4" Meter	\$166.40

All Water Usage

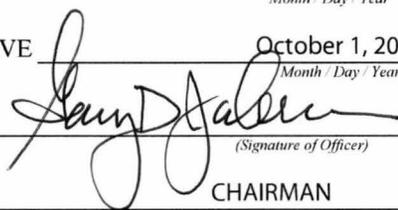
0 to 100,000 gallons per month, per 1,000 gallons	\$6.13
Over 100,000 gallons per month, per 1,000 gallons	\$4.43
Bulk Water Sales, per 1,000	\$6.56

DATE OF ISSUE September 20, 2017

*Month / Day / Year*

DATE EFFECTIVE October 1, 2017

*Month / Day / Year*

ISSUED BY 

*(Signature of Officer)*

TITLE CHAIRMAN

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. \_\_\_\_\_ DATED \_\_\_\_\_