

Farmdale Water District
100 HIGHWOOD DRIVE
FRANKFORT, KENTUCKY 40601

COMMISSIONERS:
CLIFFORD TOLES, CHAIRMAN
YVONNE HILL, TREASURER
CRAIG BLANTON, SECRETARY

TELEPHONE
(502) 223-3562
FAX: (502) 352-2999

Public Service Commission
211 Sower Blvd.
P.O. Box 615
Frankfort, KY 40602-0615
Talina R. Mathews, Executive Director

November 6, 2017

RECEIVED

NOV 06 2017

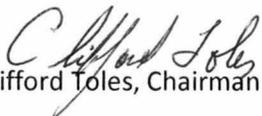
PUBLIC SERVICE
COMMISSION

Ms. Mathews:

We are submitting an application for a water rate increase based on an approved annual rate increase by our supplier, Frankfort Electric and Water Plant Board.

Included is a copy of the Purchased Water Adjustment form, computation of the rate change, notice from our supplier, our current and proposed rates and a copy of the minutes of the Board of Commissioners approving the increase to be passed on to our customers.

Respectfully,


Clifford Toles, Chairman

Purchased Water Adjustment Form 1

RECEIVED
July 2014

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

NOV 06 2017
PUBLIC SERVICE
COMMISSION

Name of Utility	Farmdale Water District		
Date	November 3, 2017		
Address	100 Highwood Drive		
City, State, Zip	Frankfort, KY	40601	
Telephone Number	502-223-3562		
Email Address	farmdalewater@gmail.com		
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	
Frankfort Plant Board	2.45	2.55	
KRA Fee	.20	.20	
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,			

Supplier(s)	Gallons Purchased during 12 month period
Frankfort Plant Board	245,078
TOTAL PURCHASES	245,078
4. Total gallons sold for the 12 month period	151,274
5. Increased water cost	24507.80
<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</p>	
6. Purchased water adjustment factor	.17
<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	
8. A copy of the resolution or other document of the utility's governing body authorizing the proposed rates is attached as Exhibit	
9. Proposed effective date	December 1, 2017
	
Signature of Utility Officer	
CHAIRMAN	

FARMDALE WATER DISTRICT

	New Rate	Base Rate
Gallons Purchased	245,078	245,078
Volumetric Rate	2.55/1,000	2.45/1,000
KRA Fee	.20	.20
	624,948.90	600,441.10
Increased cost:	24,507.80	
Divide by gallons sold:	151,274	
Purchased water adjustment factor:	.17	

Notice

Due to an increase from its supplier, Farmdale Water District received approval from the Public Service Commission to adjust its rates for water service rendered on and after November 1, 2017.

Monthly Rates	Prior Rates	New Rates	\$Change	%Change
5/8' x 3/4" Meter				
First 2000 gal.(Min. Bill)	17.58	17.92	.34	1.9%
Next 3000 gal.(per1,000gal)	5.79	5.96	.17	2.9%
Next 5000 gal.(per1,000gal)	5.33	5.50	.17	3.2 %
Over10,000gal(per1,000gal)	4.85	5.02	.17	3.5%

1" Meter				
First 5,000 gal.(Min. Bill)	34.95	35.80	.85	2.4%
Next 5,000 gal.(per1,000gal)	5.79	5.96	.17	2.9%
Next 140,000 gal.(per1,000gal)	5.33	5.50	.17	3.2%
Over 150,000 gal.(per1,000gal)	4.85	5.02	.17	3.5%

4" Meter				
First 50,000 gal.(Min.Bill)	255.60	264.10	8.50	3.3%
Next 50,000 gal.(per1,000gal)	5.79	5.96	.17	2.9%
Next 50,000 gal.(per1,000gal)	5.33	5.50	.17	3.2%
Over 150,000 gal.(per1,000gal)	4.85	5.02	.17	3.5%

Effective on Average Monthly Bill

	Average usage	Prior Avg.Bill	New Avg. Bill	\$Change	%Change
5/8"x3/4" Meter(Res.)	5,000 gal.	\$34.95	\$35.80	.85	2.4%
5/8"x3/4" Meter (Com.)	8,200 gal.	52.01	53.40	1.39	2.6%
1"Meter (Res.)	9,800 gal.	62.74	64.41	1.67	2.6%
1" Meter (Com.)	32,400 gal.	183.29	188.80	5.51	3.0%
4" Meter	1,035,600 gal.	5106.76	5282.81	176.05	3.4%

A person may examine this application at Farmdale's office located at 100 Highwood Dr. Frankfort,KY.

A person may also examine this application at the PSC located at 211 Sower Blvd. Frankfort, KY.
Monday through Friday 8:00a.m. to 4:30p.m. or on the PSC Website at <http://psc.ky.gov>; telephone 502-564-3940

The adoption of this Recommendation will eliminate the need for the Commission and the parties to expend significant resources in litigation of this proceeding, and eliminate the possibility of, and any need for, rehearing or appeals of the Commission's final order. Therefore, the parties stipulate and recommend the following:

1. FPB should be permitted to adjust its rates to recover more in annual revenue than it is recovering under its current rates, with such rates to be effective for service rendered on and after November 1, 2014. The parties agree to phase in rate increases for the next four (4) years beginning with the current rate of \$2.25 per 1,000 gallons. Under this structure, the rates are as follows:

Year 1 (November 1, 2014 – October 31, 2015) - \$2.25 per 1,000 gallons

Year 2 (November 1, 2015 – October 31, 2016) - \$2.35 per 1,000 gallons

Year 3 (November 1, 2016 – October 31, 2017) - \$2.45 per 1,000 gallons

Year 4 (November 1, 2017 – October 31, 2018) - \$2.55 per 1,000 gallons

FPB will not increase the rates charged to the wholesale non-water producers (i.e. water districts and company) until after October 31, 2018. After October 31, 2018, FPB will continue to charge \$2.55 per 1,000 gallons until it files a revised tariff that is approved by the Commission. For the avoidance of doubt, changes in the Kentucky River Authority Withdrawal fee are not affected by this settlement.

The initial rate for water is established herein. Thereafter, all parties agree to attempt to resolve any future rate increases in good faith before filing with the Commission.

Farmdale Water District Water Board 11.3.2017

In attendance Clifford Toles, Yvonne Hill, Craig Blanton

Terry Sutton is here to discuss his issue with Farmdale Water District.

We received .69", in a short amount of time, of rain this morning and Terry says the hole he dug is full of water.

Terry Sutton is saying water is running through one 4" pre-existing pipe that we have a 2" black plastic water line running inside of it.

David Robinson filled the pipe with concrete to stop the flow of water through the pipe that Terry Sutton says is running through to flood his property. See photo.

Terry Sutton brought several pictures of his property to show the Board.

He still says the water is running through the pipe or under the pipe.

Sutton is saying the water on his property is coming through the pipe and flooding his property.

After discussing further Terry Sutton says we are a part of the water that is flooding his property when it rains.

His property address 1490 Benson Valley Rd and we are not to step foot on his property without his knowledge.

We are going to inspect the trucks and backhoe.

David Robinson is going to take the backhoe to Paul Rogers to have it serviced.

David Robinson has the trucks are serviced at Valvoline quick oil change.

Jan tells the Board there will be a rate increase pass through from the Frankfort Plant Board of 10 cents per 1,000 gallons and per calculations the Farmdale Water District will charge a 17 cents per 1,000 gallons. Motion was made that the increase be passed on to our customers. Seconded and passed.

Adjourned.

PROPOSED WATER RATES

General Service Monthly Rates

5/8"x3/4 Meter

First	2,000 gallons	17.92 Minimum Bill
Next	3,000 gallons	5.96 per 1,000 gallons
Next	5,000 gallons	5.50 per 1,000 gallons
Over	10,000 gallons	5.02 per 1,000 gallons

1" Meter

First	5,000 gallons	35.80 Minimum Bill
Next	5,000 gallons	5.96 per 1,000 gallons
Next	140,000 gallons	5.50 per 1,000 gallons
Over	150,000 gallons	5.02 per 1,000 gallons

4" Meter

First	50,000 gallons	264.10 Minimum Bill
Next	50,000 gallons	5.96 per 1,000 gallons
Next	50,000 gallons	5.50 per 1,000 gallons
Over	150,000 gallons	5.02 per 1,000 gallons

FOR Entire Area Served
Community, Town or City

P.S.C. KY. NO. _____

3rd Revised SHEET NO. 6

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

2nd Revised SHEET NO. 6

Farmdale Water District
(Name of Utility)

RATES & CHARGES

A. GENERAL SERVICE MONTHLY RATES

5/8" x 3/4" Meter

First	2,000 gallons	\$17.58 Minimum Bill	(I) ↓
Next	3,000 gallons	5.79 per 1,000 gallons	
Next	5,000 gallons	5.33 per 1,000 gallons	
Over	10,000 gallons	4.85 per 1,000 gallons	

1" Meter

First	5,000 gallons	\$34.95 Minimum Bill
Next	5,000 gallons	5.79 per 1,000 gallons
Next	140,000 gallons	5.33 per 1,000 gallons
Over	150,000 gallons	4.85 per 1,000 gallons

4" Meter

First	50,000 gallons	\$255.60 Minimum Bill
Next	50,000 gallons	5.79 per 1,000 gallons
Next	50,000 gallons	5.33 per 1,000 gallons
Over	150,000 gallons	4.85 per 1,000 gallons

DATE OF ISSUE December 5, 2016
Month / Date Year

DATE EFFECTIVE December 1, 2016
Month / Date Year

ISSUED BY *Cleopatra Jones*
(Signature of Officer)

TITLE Chairman

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2016-00388 DATED November 30, 2016

KENTUCKY PUBLIC SERVICE COMMISSION
Talina R. Mathews EXECUTIVE DIRECTOR <i>Talina R. Mathews</i>
EFFECTIVE 12/1/2016 PURSUANT TO 807 KAR 5:011 SECTION 9 (1)