

Morgan County Water District
1009 Hwy 172
West Liberty, Ky. 41472
606-743-1204 (Office) 606-743-9585 (Fax)

Kyle Risner, Chairman
Zachary Engle, Secretary/Treasurer
Shannon Elam
Steven Gunnell
Angie Elliott

RECEIVED

OCT 11 2018

PUBLIC SERVICE
COMMISSION

October 09, 2018


Ms. Gwen R. Pinson
Executive Director
Kentucky Public Service Commission
P.O. Box 615
Frankfort, KY 40602

RE: Resolution to Increase Rates
Purchased Water Adjustment
Morgan County Water District

Dear Ms. Pinson:

Please find attached the Morgan County Water District resolution to increase water rates.
If you have any questions, please do not hesitate to contact at (606) 743-1204 or email
me at morganwater@gmail.com.

Thank you,


Chernell Holbrook

A RESOLUTION OF THE BOARD OF COMMISSIONERS OF MORGAN COUNTY WATER DISTRICT ADJUSTING WATER RATES AND CHARGES TO OFFSET CAVERUN WATER COMMISSION'S WHOLESALE RATE INCREASE

WHEREAS, the Caverun Water Commission ("CRWC") is a wholesale water supplier to Morgan County Water District;

WHEREAS, on May 26th CRWC notified Morgan County Water District of an increase in its wholesale water rate from \$2.57 per 1,000 gallons to \$2.67 per 1,000 gallons effective July 1, 2017;

WHEREAS, based upon the water purchases from CRWC during the previous 12 months, the annual increased cost to Morgan County Water District will be approximately **\$10,720.80**;

WHEREAS, prudent financial management dictates that Morgan County Water District take immediate action to adjust its retail rates commensurate with CRWC's wholesale rate increase; and

WHEREAS, KRS 278.015 and 807 KAR 5:068 provide legal mechanism for Morgan County Water District to increase its water rates commensurate with CRWC's wholesale rate increase via a Purchased Water Adjustment ("PWA");

NOW, THEREFORE, IT IS HEREBY RESOLVED BY THE BOARD OF COMMISSIONERS OF MORGAN COUNTY WATER DISTRICT AS FOLLOWS:

Section 1. The facts, recitals, and statements contained in the foregoing preamble of this Resolution are true and correct and are hereby affirmed and incorporated as a part of this Resolution.

Section 2. The PWA factor is \$0.10 per 1,000 gallons;

Section 3. All tiers of all meter sizes of Morgan County Water District's existing tariff shall be increased by \$0.10 per 1,000 gallons, effective October 1, 2018, subject to any minor adjustment that may be made by the Kentucky Public Service Commission.

Section 4. The monthly water rates to be charged to and collected from the customers and users of Morgan County Water District's water system shall be as set forth in Appendix A, which is attached hereto and is incorporated herein by reference as a part of this Resolution. These monthly rates and charges shall be in effect for all water service rendered on and after October 1, 2018.

Section 5. The Chairman is hereby authorized and directed to execute and file the PWA Application, Tariff Sheet, and all other documents that may be required by the Kentucky Public Service Commission.

Section 6. The Chairman, all appropriate Staff, and Morgan County Water District's attorney are hereby further authorized and directed to take any and all other actions and to execute and deliver any and all other documents as may be reasonably necessary to implement the PWA.

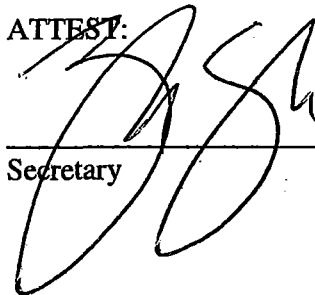
Section 7. This Resolution shall take effect upon its adoption.

ADOPTED BY THE BOARD OF COMMISSIONERS OF MORGAN COUNTY WATER DISTRICT at a meeting held on October 8th, 2018 signed by the Chairman, and attested by the Secretary.

Kyle Risner, Chairman



ATTEST:



Secretary