

Rubin & Hays

ATTORNEYS AT LAW

Kentucky Home Trust Building, 450 South Third Street, Louisville, Kentucky 40202-1410
Telephone (502) 569-7525 Telefax (502) 569-7555 www.rubinhays.com

CHARLES S. MUSSON
W. RANDALL JONES
CHRISTIAN L. JUCKETT

RECEIVED

August 13, 2019

AUG 16 2019

PUBLIC SERVICE
COMMISSION

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

Re: Big Sandy Water District **PSC Case No. 2019-00275**

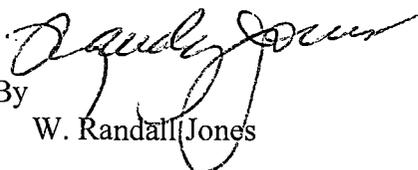
Dear Director Pinson:

Pursuant to 807 KAR 5:069, Section 3(3)(b), enclosed please find the Affidavit of Publication and Tearsheet relating to the Notice of Proposed Rate Change of the Big Sandy Water District.

If you need any additional information or documentation, please let us know.

Sincerely,

Rubin & Hays

By 
W. Randall Jones

WRJ:jlm
Enclosures

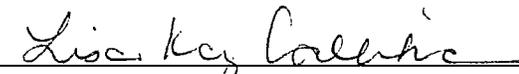
BIG SANDY WATER DISTRICT
OPERATION & MAINTENANCE
18200 KY RT 3
CATLETTSBURG KY 41129

NEWSPAPER AFFIDAVIT

I, KIM HARPER, ADVERTISING COORDINATOR OF THE DAILY INDEPENDENT NEWSPAPER PUBLISHED IN ASHLAND, AND HAVING THE LARGEST CIRCULATION OF ANY NEWSPAPER IN THE BOYD COUNTY, KENTUCKY, DO HEREBY CERTIFY THAT FROM MY OWN KNOWLEDGE AND A CHECK OF THE FILES OF THIS NEWSPAPER THAT THE FOLLOWING ADVERTISEMENT WAS INSERTED IN THE DAILY INDEPENDENT.

SIGNATURE: 

SUBSCRIBED AND SWORN TO BEFORE ME BY THE ABOVE, THIS 7th DAY OF August, 2019

NOTARY PUBLIC 

MY COMMISSION EXPIRES 

COMMENTS	EXPIRED DATE	AD CAPTION	#TIMES	AMOUNT
THE DAILY INDEPE 08/07/2019	08/07/2019	NOTICE-PROPOSED	1	1193.40

The Daily Independent | Ashland, Kentucky

Wednesday, August 7, 2019

**PUBLIC NOTICE
NOTICE OF PROPOSED RATE CHANGE**

In accordance with the requirements of the Kentucky Public Service Commission ("PSC") as set out in 807 KAR 5:069, Section 3, notice is hereby given to the customers of the **Big Sandy Water District ("District")** of a change in water rates for users of the District's water system. The change in water rates is required by USDA, Rural Development ("RD") in connection with a loan from RD to the District in the amount of \$2,065,000 to be evidenced by the issuance by the District of its water-works revenue bonds in such amount, which RD has agreed to purchase provided the District meets certain conditions of RD, including revising the water rates as set forth below:

**Big Sandy Water District
Current Monthly Water Rates**

5/8 x 3/4 Inch Meter

First	1,000	gallons	\$17.02	Minimum
Next	9,000	gallons	\$8.67	Per 1,000 gallons
Next	10,000	gallons	\$6.07	Per 1,000 gallons
Next	20,000	gallons	\$5.65	Per 1,000 gallons
Over	40,000	gallons	\$5.42	Per 1,000 gallons

1 Inch Meter

First	10,000	gallons	\$94.97	Minimum
Next	10,000	gallons	\$6.07	Per 1,000 gallons
Next	20,000	gallons	\$5.65	Per 1,000 gallons
Over	40,000	gallons	\$5.42	Per 1,000 gallons

1 1/2 Inch Meter

First	20,000	gallons	\$155.67	Minimum
Next	20,000	gallons	\$5.65	Per 1,000 gallons
Over	40,000	gallons	\$5.42	Per 1,000 gallons

2 Inch Meter

First	40,000	gallons	\$268.67	Minimum
Over	40,000	gallons	\$5.42	Per 1,000 gallons

3 Inch Meter

First	100,000	gallons	\$593.87	Minimum
Over	100,000	gallons	\$5.42	Per 1,000 gallons

4 Inch Meter

First	200,000	gallons	\$1,135.87	Minimum
Over	200,000	gallons	\$5.42	Per 1,000 gallons

Wholesale Rates

Cannonsburg Water District			\$5.12	Per 1,000 gallons
----------------------------	--	--	--------	-------------------

**Big Sandy Water District
Proposed Monthly Water Rates**

5/8 x 3/4 Inch Meter			<u>New Monthly Rate</u>	<u>Dollar Change</u>	<u>Percent Change</u>
First	1,000	gallons	\$18.25	\$1.23	7.23%
Next	9,000	gallons	\$9.40	\$0.73	8.42%
Next	10,000	gallons	\$6.40	\$0.33	5.44%
Next	20,000	gallons	\$5.95	\$0.30	5.31%
Over	40,000	gallons	\$5.70	\$0.28	5.17%
1 Inch Meter			<u>New Monthly Rate</u>	<u>Dollar Change</u>	<u>Percent Change</u>
First	10,000	gallons	\$102.85	\$7.88	8.30%
Next	10,000	gallons	\$6.40	\$0.33	5.44%
Next	20,000	gallons	\$5.95	\$0.30	5.31%
Over	40,000	gallons	\$5.70	\$0.28	5.17%
1 1/2 Inch Meter			<u>New Monthly Rate</u>	<u>Dollar Change</u>	<u>Percent Change</u>
First	20,000	gallons	\$166.85	\$11.18	7.18%
Next	20,000	gallons	\$5.95	\$0.30	5.31%
All Over	40,000	gallons	\$5.70	\$0.28	5.17%
2 Inch Meter			<u>New Monthly Rate</u>	<u>Dollar Change</u>	<u>Percent Change</u>
First	40,000	gallons	\$285.85	\$17.18	6.39%
All Over	40,000	gallons	\$5.70	\$0.28	5.17%
3 Inch Meter			<u>New Monthly Rate</u>	<u>Dollar Change</u>	<u>Percent Change</u>
First	100,000	gallons	\$627.85	\$33.98	5.72%
All Over	100,000	gallons	\$5.70	\$0.28	5.17%
4 Inch Meter			<u>New Monthly Rate</u>	<u>Dollar Change</u>	<u>Percent Change</u>
First	200,000	gallons	\$1,197.85	\$61.98	5.46%
Over	200,000	gallons	\$5.70	\$0.28	5.17%

Overland Development - Same as above

Cannonsburg Water District - Same as above

Customer Class	Average Monthly Usage Per Customer	Average Monthly Bill (Present Rates)	Average Monthly Bill (Proposed Rates)	Increase in Average Monthly Bill (\$)	Increase in Average Monthly Bill (%)
5/8" x 3/4"	3,032	34.56	37.33	2.77	8.02
1" Meter	7,807	94.97	102.85	7.88	8.30
1 1/2" Meter	6,187	155.67	166.85	11.18	7.18
2" Meter	8,629	268.67	285.85	17.18	6.39
3" Meter	89,505	593.87	627.85	33.98	5.72
4" Meter	412,094	1,135.87	1,197.85	61.98	5.46

The proposed monthly water rates shall be effective for water sold after the date of the final approving Order of the PSC, which Order is expected to be issued no later than 30 days of the filing of the Application. The Application for approval of the rate change has been filed with the PSC and may be examined during normal business hours at the following locations: (i) Big Sandy Water District, 18200 State Rt. #3, Catlettsburg, KY 41129; (ii) PSC, 211 Sower Boulevard, Frankfort, Kentucky, Monday through Friday, 8:00 a.m. to 4:30 p.m., E.T.; and (iii) via the PSC website at <http://psc.ky.gov>. Comments regarding the Application may be submitted to the PSC via its website or by mail to PSC, P.O. Box 615, Frankfort, Kentucky 40602.

The proposed rates are required under the terms of an agreement between the District and RD and KRS 278.023 does not grant the PSC any discretionary authority to modify or reject any portion of the agreement between the District and RD, or to defer the issuance of all necessary orders to implement the terms of the agreement. The RD loan proceeds and other funds will be used to finance the costs of the (i) sandblasting, rehab, repainting of (7) seven ground storage tanks at Fuller Ridge, Cunningham Hill, Quarry Branch, Rush Hill, Bowling Drive, Buchanan, U.S. 23 and also repairs and caulking at U.S. 23 glass lined tank; (ii) replacing (3) three existing (28 yr. old) pump stations at Quarry Branch, Fuller Ridge and Cunningham Hill and furnish and install variable frequency drives (VFD's) at U.S. 60 pump station and the Point pump station to improve efficiency of operation and decrease power use; (iii) replacing (7) seven stream crossings by HDD (horizontal directional drilling) with HDPE (high density poly ethylene pipe); replacing 41,100 L.F. of Blue Max 3/4" service line, replace 5,900 L.F. of 1" Blue max service line; installing multiple gate valves (60 each) throughout system to allow isolation of leak sections; installing master meters throughout system to allow isolation and calculation of leaks; (iv) begin G.P.S. of the system; and (v) construction of new office building to include a drive thru window and emergency generator. Signed: Paul E. Thomas, Chairman, Big Sandy Water District.