



The City of
Nicholasville

601 North Main Street, PO Box 450, Nicholasville, KY 40356

Mr. Nick Strong
Jessamine South Elkhorn Water District
802 S Main Street
Nicholasville, KY 40356

May 25, 2018

Subject: Kentucky River Authority Tier II Rate Increase Pass Through

Mr. Strong,

The Kentucky River Authority has notified the City of Nicholasville that it will increase its Tier II rate to \$0.22 per thousand gallons. In order for the City to recoup added cost of production we will be increasing our rates accordingly.

Please find attached an official notice of intent to file for a rate adjustment with the Public Service Commission, the proposed tariff sheet, and the notice that the City received from the Kentucky River Authority.

If you have any questions, please contact me.

Sincerely,



Robert A. Amato, P.E.
City of Nicholasville
Director of Public Utilities and Finance

NOTICE

Due to an increase in the Kentucky River Authority Tier II withdrawal fee, the Nicholasville Water Department ("Nicholasville Water") plans to file with the Public Service Commission, no later than June 1, 2018, a proposed rate schedule, to be effective July 1, 2018, to increase the volumetric charge for wholesale water service to Jessamine County Water District No. 1 and Jessamine-South Elkhorn Water District as follows:

<u>Current Rate</u>	<u>Proposed Rate</u>	<u>\$ Change</u>	<u>% Change</u>
\$2.81 per 1000 gallons	\$2.94 per 1000 gallons	\$0.13 per 1000 gallons	4.6% Increase

Water flowing through the meter(s) before the effective date will be charged at the current rates while water flowing through the meter(s) on and after the effective date will be charged at the proposed rates.

This filing may be examined at the offices of Nicholasville Water located at 601 North Main Street in Nicholasville, Kentucky.

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 PSC 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 KY 40602; or through its website at <http://psc.ky.gov>.

The rates contained in this notice are the rates proposed by Nicholasville Water but the Public Service Commission may order rates that differ from the 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, KY 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 Nicholasville, Kentucky
Name of Municipality

P.S.C. KY. NO. 1

5th Revised SHEET NO. 1

Nicholasville Water Department
(Name of Municipal Utility)

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

4th Revised SHEET NO. 1

RATES AND CHARGES

WHOLESALE WATER RATE:

Jessamine County Water District No. 1 & Jessamine South Elkhorn Water District

Meter Size	Bills Due August 2018	
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inches	(\$/mo)	
		Service Charge

5/8 x 3/4	4.25	
1	7.10	
1 1/2	14.15	
2	22.65	
3	42.50	
4	70.85	
6	141.65	
8	283.35	
		Volume Charge

		All Usage (\$/kgals)
	2.94	(I)

The \$2.94 volumetric rate reflects the Kentucky River Authority Tier II increase of 9-cents per 1,000 gallons that became effective for usage on and after July 1, 2018 to be reflected on the fee billings issued on August 2018. (I) (T)

The rate for the Jessamine County Water District No. 1 point of service for Brannon Crossing shall be the same rate that Kentucky-American Water Company charges for Sales for Resale.

DATE OF ISSUE May 25, 2018
Month / Date / Year

DATE EFFECTIVE July 1, 2018
Month / Date / Year

ISSUED BY 
(Signature of Officer)

TITLE Director of Public Utilities and Finance

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____



COMMONWEALTH OF KENTUCKY

MATT BEVIN
Governor

KENTUCKY RIVER AUTHORITY
403 WAPPING STREET, SUITE 105
FRANKFORT, KENTUCKY 40601
OFFICE (502) 564-2866
FAX (502) 564-2681
KRA.ky.gov

JERRY T. GRAVES
Executive Director

MICHAEL H. FLYNN
Chairman

April 23, 2018

Bob Amato, Utility Commissioner
Nicholasville Utilities
601 N. Main Street
Nicholasville, KY 40356

Dear Mr. Amato:

The Kentucky River Authority, at its April 9th board meeting, voted to adjust the Tier II water withdrawal fee set forth in administrative regulation 420 KAR 1:050. **Beginning July 1, 2018 the new Tier II rate will be \$0.22 per 1,000 gallons** of water withdrawn. (Currently this rate is \$0.13 per 1,000 gallons). The Tier I rate will remain unchanged. This rate increase is necessary to fund the debt service required for the capital improvements at Dam 10 on the Kentucky River. If you have any questions, please call our office at (502) 564-2866.

Sincerely,

A handwritten signature in black ink, appearing to read "Jerry Graves".

Jerry Graves
Executive Director
Kentucky River Authority