

LARUE COUNTY
WATER
DISTRICT#1

6215 N L & N Turnpike
Buffalo, KY 42716
270-325-3242

Email: lcd1@scrtc.com
www.laruecountywater.com

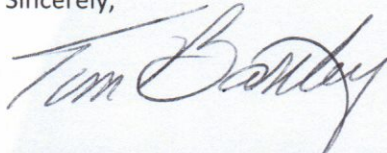
July 23, 2019

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

Ms. Pinson:

Enclosed is a completed Purchased Water Adjustment form. Also, enclosed are exhibits A, B, C, D, E, and F. Please contact the office if anything else is needed. Thank you.

Sincerely,



Tim Bartley General Manager

Enclosures

Board of Directors
Chairman: John M Detre
Secretary/Treasurer: Pat Eastridge
Commissioner: Bobby Garrison

Manager
Tim Bartley

"Equal Opportunity Provider"

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

Name of Utility	Larue County Water District No. 1	
Date	July 17, 2017	
Address	6215 North L&N Turnpike	
City, State, Zip	Buffalo, Ky	42716
Telephone Number	270-325-3242	
Email Address	Lcwd1@scrtc.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
City of Campbellsville	\$1.97	\$2.35
Green Taylor Water District	\$2.89	N/A
City of Bardstown	\$2.00	N/A
City of New Haven	\$2.33	N/A
Green River Valley Water District	\$2.14	N/A
City of Hodgenville	\$2.10	N/A

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	June 2018	through	May 2019
------	-----------	---------	----------

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
City of Campbellsville	9,540,400
Green Taylor Water District	3,102,600
City of Bardstown	29,488,192
City of New Haven	11,731,150
Green River Valley Water District	89,198,992
City of Hodgenville	29,945,500
TOTAL PURCHASES	173,006,834
4. Total gallons sold for the 12 month period	
	150,905,231
5. Increased water cost	
	3,625.31
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	
6. Purchased water adjustment factor	
	.02 per 1,000 gallons
The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold.	
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.	
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	
	August 1, 2019
Signature of Utility Officer	

Tim Baskley

General Manager

Exhibit A

NOTICE

Notice is hereby given that Campbellsville Municipal Water & Sewer (Campbellsville Water) plans to file with the Public Service Commission on or before May 31, 2019 to increase its rates for wholesale water service to Larue County Water District effective for service on and after July 1, 2019. The proposed rates are as follows:

	<u>Current Rate</u>	<u>New Rate</u>	<u>Change (\$)</u>	<u>Change (%)</u>
<u>Wholesale Water Rate</u>				
Laure County Water District	\$1.97	\$2.35	\$0.38	19.29%

The rates contained in this notice are the rates proposed by Campbellsville Water but the Public Service Commission may order rates to be charged that differ from the proposed rates contained in this notice.

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 new rates.

This filing may be examined at the offices of Campbellsville Water located at 110 S. Columbia Ave., Campbellsville, Kentucky 42718 or by contacting Millie Ramsey at the same address as above or by phone at (270) 789-3133.

The filing may also be examined at the offices of the Public Service Commission located at 211 Sower Boulevard, Frankfort, Kentucky, 40601, Monday through Friday, 8:00 a.m. to 4:30 p.m., or through the Public Service Commission's website at <http://psc.ky.gov>.

Comments regarding the filing may be submitted to the Public Service Commission through its website or by mail to Public Service Commission, Post Office Box 615, Frankfort, KY 40602.

Intervention by Larue County Water District or another person with a substantial interest 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 prior to the effective date of the proposed rates, the Public Service Commission may take final action on the filing.

Exhibit B

**Larue County Water District
Purchase Water Adjustment Worksheet**

Month/Year	Purchased Water (gallons)					Hodgenville	Water Sold (gallons)
	Campbellsville	Green Taylor	Bardstown	New Haven	Green River		
Totals	9,540,400	3,102,600	29,488,192	11,731,150	89,198,992	29,945,500	150,905,231
TWELVE MONTH PURCHASED WATER COST							
Gallons Purchased	Current Rate	Cost		New Rate	Cost		
9,540,400	\$ 1.97	\$ 18,794.59		\$ 2.35	\$ 22,419.94		
3,102,600	\$ 2.89	\$ 8,966.51		\$ 2.89	\$ 8,966.51		
29,488,192	\$ 2.00	\$ 58,976.38		\$ 2.00	\$ 58,976.38		
11,731,150	\$ 2.33	\$ 27,333.58		\$ 2.33	\$ 27,333.58		
89,198,992	\$ 2.14	\$ 190,885.84		\$ 2.14	\$ 190,885.84		
29,945,500	\$ 2.10	\$ 62,885.55		\$ 2.10	\$ 62,885.55		
173,006,834		\$ 367,842.50			\$ 371,467.81		
Increased Cost		\$ 3,625.31		PWA Factor		\$ 0.02	
WATER RATE AJUSTMENT							
Rate Schedule		Current Rate	Increase	New Rate			
First	1,000 gal	\$ 15.02	\$ 0.02	\$ 15.04			
Next	4,000 gal	\$ 6.71	\$ 0.02	\$ 6.73			
Next	5,000 gal	\$ 5.95	\$ 0.02	\$ 5.97			
All Over	10,000 gal	\$ 4.78	\$ 0.02	\$ 4.80			
BILL CALCULATION							
Usage		Current Rate	Increase	New Rate			
5,000 gallons		\$ 41.86	\$ 0.10	\$ 41.96			

Exhibit C

<u>Current Rates</u>		
<u>Minimum Bills Based on Meter Size</u>		
Meter Size	Gals. Incl'd. in Minimum	Minimum Monthly Bill
5/8x3/4 inch	1,000	\$ 15.02
3/4 inch	3,000	\$ 28.43
1 inch	5,000	41.85
1 1/2 inch	10,000	71.58
3 inch	20,000	119.36
<u>Rates for Water Usage in Addition to Minimum</u>		
No. of Gallons per Month	Charge per 1,000 gals.	
First 1,000 Gallons (lump sum)	\$	15.02
Next 4,000 Gallons		6.71
Next 5,000 Gallons		5.95
Next 10,000 Gallons		4.78
Over 20,000 Gallons		4.78

<u>Proposed Rates</u>		
<u>Minimum Bills Based on Meter Size</u>		
Meter Size	Gals. Incl'd. in Minimum	Minimum Monthly Bill
5/8x3/4 inch	1,000	\$ 15.04
3/4 inch	3,000	\$ 28.49
1 inch	5,000	41.95
1 1/2 inch	10,000	71.78
3 inch	20,000	119.76
<u>Rates for Water Usage in Addition to Minimum</u>		
No. of Gallons per Month	Charge per 1,000 gals.	
First 1,000 Gallons (lump sum)	\$	15.04
Next 4,000 Gallons		6.73
Next 5,000 Gallons		5.97
Next 10,000 Gallons		4.80
Over 20,000 Gallons		4.80

Exhibit D

RESOLUTION NO. 2019-08-01

**A RESOLUTION OF LARUE COUNTY WATER DISTRICT NO.1
ADJUSTING ITS WATER RATES TO OFFSET THE CITY OF
CAMPBELLSVILLES' WHOLESALE RATE INCREASE**

WHEREAS, the City of Campbellsville (“City”) supplies potable water to Larue County Water District No. 1 (“District”) on a wholesale basis’

WHEREAS, on May 31, 2019 the City filed an application with the Kentucky Public Service Commission (“PSC”) seeking to increase the wholesale water rate that the City charges the District from \$1.97 to \$2.35 per 1,000 gallons (See PSC Case TFS2019-00319);

WHEREAS, based upon the water purchases from the City during the previous 12 months, the estimated annual increased cost to the District will be \$ **3,625.31**;

WHEREAS, prudent financial management dictates that the District take action to adjust its retail rates commensurate with the City’s wholesale rate increase; and

WHEREAS, KRS 278.015 and 807 KAR 5:068 provide the legal mechanism for the District to increase its water rates commensurate with the City’s whole sale rate increase via a Purchased Water Adjustment (“PWA”)

NOW, THEREFORE, THE BOARD OF COMMISSIONERS OF LARUE

COUNTY WATER DISTRICT NO.1 DOES HEREBY RESOLVE 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 **\$.02** per 1,000gallons;

Section 3. All tiers of water usage and the wholesale water rate set forth in the District's existing tariff shall be increased by **\$.02** per 1,000 gallons, subject to any minor adjustment that may be made by the PSC.

Section 4. The monthly water rates to be charged to and collected from the customers and users of the water system of the District shall be as set forth in **Appendix A**, which is attached hereto and is incorporated herein by reference as a part of this Resolution. The rates set forth in **Appendix A** are subject to any minor adjustment that may be made by the PSC. These monthly rates shall be in effect for all water service rendered on and after August 1, 2019.

Section 5. The Chairman and the General Manager are hereby authorized and directed to execute and file the PWA Application, Tariff Sheet, and all other


documents that may be required by the PSC.

Section 6. The Chairman, General Manager, and all appropriate District Staff 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 LARUE
COUNTY WATER DISTRICT NO.1** at a meeting held on July 8, 2019,
signed by the Chairman, and attested by the Secretary.

ATTEST:


Chairman


Secretary

CERTIFICATION

This is to certify that I have supervised the preparation of the Larue County Water District Response to the Commission's Request for Information. The response submitted on behalf of the Larue County Water District is true and accurate to the best of my knowledge, information, and belief formed after a reasonable inquiry.

Date: July 8, 2019

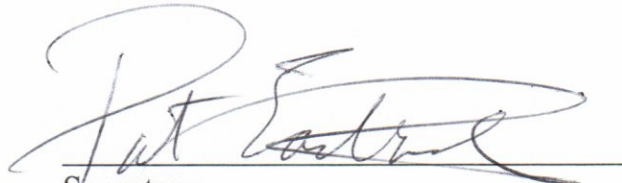

Secretary

Exhibit E

CUSTOMER NOTICE

Due to an increase from one of its suppliers, Larue County Water District No.1 received approval from the Public Service Commission to adjust its rates effective August 1, 2019.

MONTHLY WATER RATES

Minimum Bills Based on Meter Size

<u>Meter Size</u>	<u>Gals. Incl'd. in Minimum</u>	<u>Minimum Bills</u>		<u>Dollar Increase</u>	<u>Percent Increase</u>
		<u>Current</u>	<u>Proposed</u>		
5/8 x 3/4 inch	1,000	\$15.02	\$15.04	\$0.02	.13%
3/4 inch	3,000	28.43	28.49	0.06	.21%
1 inch	5,000	41.85	41.95	0.10	.24%
1 1/2 inch	10,000	71.58	71.78	0.20	.28%
2 inch	20,000	119.36	119.76	0.40	.34%

Rates for Water Usage in Addition to Minimum

<u>No. of Gallons per Month:</u>	<u>Charge per 1,000 Gals.</u>		<u>Dollar</u>	<u>Percent</u>
	<u>Current</u>	<u>Proposed</u>	<u>Increase</u>	<u>Increase</u>
First 1,000 Gallons	\$12.33	\$12.64	\$0.02	.13%
Next 4,000 Gallons	6.71	6.73	0.02	.30%
Next 5,000 Gallons	5.95	6.97	0.02	.34%
Next 10,000 Gallons	4.78	5.80	0.02	.42%
Over 20,000 Gallons	4.78	4.80	0.02	.42%

The monthly bill for an average customer using 5,000 gallons per month will increase from \$41.86 to \$41.96 this is an increase of .24%.

Larue County Water District No. 1 has available for inspection at its office the application which it submitted to the Public Service Commission. A person may examine this application at Larue County Water District No.'s office located at 6215 North L&N Turnpike Road, Buffalo, KY 42716. You may contact the office at 270-325-3242.

A person may also examine the application at the Public Service Commission's offices located at 211 Sower Boulevard, Frankfort, Kentucky, 40601, Monday through Friday, 8:00 a.m. to 4:30 p.m., or through the Public Service Commission's website at <http://psc.ky.gov>.

Exhibit F

FOR LaRue County, Kentucky
Community, Town or City

P.S.C. KY. NO. 3

Original SHEET NO. 4

LaRue County Water District No. 1
(Name of Utility)

CANCELLING P.S.C. KY. NO. 3

SHEET NO. _____

SECTION I. RATES AND CHARGES:

A. MONTHLY RATES

5/8 x 3/4 Meter

First	1,000 gallons	\$15.04 minimum bill
Next	4,000 gallons	6.73 per 1,000 gallons
Next	5,000 gallons	5.97 per 1,000 gallons
All over	10,000 gallons	4.80 per 1,000 gallons

3/4 Meter

First	3,000 gallons	\$28.49 minimum bill
Next	2,000 gallons	6.73 per 1,000 gallons
Next	5,000 gallons	5.97 per 1,000 gallons
Over	10,000 gallons	4.80 per 1,000 gallons

1 Inch Meter

First	5,000 gallons	\$41.95 minimum bill
Next	5,000 gallons	5.97 per 1,000 gallons
All over	10,000 gallons	4.80 per 1,000 gallons

1 1/2 Inch Meter

First	10,000 gallons	\$71.78 minimum bill
All Over	10,000 gallons	4.80 per 1,000 gallons

2 Inch Meter

First	20,000 gallons	\$119.76 minimum bill
All Over	20,000 gallons	4.80 per 1,000 gallons

I
↓

DATE OF ISSUE July 8, 2019
Month / Date / Year

DATE EFFECTIVE August 1, 2019
Month / Date / Year

ISSUED BY /s/ John Detre
(Signature of Officer)

TITLE Chairperson

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATE _____