

October 31, 2019

MS GWEN R PINSON EXECUTIVE DIRECTOR PSC OF KENTUCKY 211 SOWER BLVD. FRANKFORT, KENTUCKY 40602

RE: Response to Filing Deficiencies Letter Dated: October 31, 2019

Certificate of Public Convenience and Necessity

Fritz-Winter Capacity Improvements, Water Line Replacements, & Extensions Project

Simpson County Water District

Case No. 2019-00395

Dear Ms. Pinson:

Enclosed please find and accept a Statement of Simpson County Water District Fritz-Winter Capacity Improvements, Water Line Replacements, & Extensions Project. This document corrects the identified deficiency by stating that notice has been given to the customers meeting the requirements of 807 KAR 5:069: Section 3.

If you need any additional information, please contact me at (270)842-0052 x514.

Sincerely,

John M. Dix

General Manager

Simpson County Water District

P.O. Box 10180

Bowling Green, KY 42102-4780

johnd@warrenwater.com

roviding high quality
water services to
milies and businesses
throughout
Simpson County



## STATEMENT OF SIMPSON COUNTY WATER DISTRICT

## FRITZ-WINTER CAPACITY IMPROVEMENTS & WATER LINE REPLACEMENT AND EXTENSIONS PROJECT

## CONCERNING PROPOSED RURAL DEVELOPMENT FINANCED WATER SYSTEM IMPROVEMENTS PROJECT

We hereby state that notice to the customers has been given in conformance with 807 KAR 5:069: Section 3. Specifically, the attached notice has been given to the customers as follows:

- 1. The notice was posted in The Simpson County Water District office on 10/25/2019.
- 2. The notice was posted on The Simpson County Water District Web site on 10/25/2019 along with a hyperlink to the location on the commission's web site where the case documents are available (https://www.simpsonwater.com/).
- 3. The notice was published in the Franklin Favorite Newspaper on:
  - a. 10/17/2019 (Affidavit of publication previously submitted).
  - b. 10/24/2019
  - c. 10/31/2019

Ryan J. Leisey, P.E.

Simpson County Water District

John M. Dix, General Manager Simpson County Water District

## **NOTICE**

Notice is hereby given that Simpson County Water District, 108 Morgantown Road, Franklin, KY 42134 plans to file an application with the Public Service Commission, 211 Sower Boulevard, Frankfort, KY, pursuant to KRS278.023 on or about October 21<sup>st</sup>, 2019 for the purpose of changing its water rates, effective January 1, 2020, as follows:

Monthly Rates	Prior Rate	New Rate	<u>Increase</u>	% Increase
First 2,000 gallons (Minimum Bill)	\$16.11	\$17.68	\$1.57	9.75
Next 8,000 gallons (per 1,000 gallons)	5.80	6.37	.57	9.83
Next 190,000 gallons (per 1,000 gallons)	5.19	5.70	.51	9.83
Next 400,000 gailons (per 1,000 gallons)	4.86	5.33	.47	9.67
Over 600,000 gallons (per 1,000 gallons)	3.58	3.93	.35	9.78

The above Minimum Bill applies to the 5/8 x 3/4 inch meters only. The Minimum Bills below will apply to all other meter sizes.

Monthly Rates		Prior Rate	New Rate	<u>Increase</u>	% Increase
3/4"	First 3,000 Gallons	\$22.42	\$24.61	\$2.19	9.77
1"	First 5,000 Gallons	34.52	37.89	3.37	9.76
1-1/2"	First 10,000 Gallons	69.54	76.32	6.78	9.75
2"	First 16,000 Gallons	102.19	112.15	9.96	9.75
3"	First 30,000 Gallons	201.90	221.59	19.69	9.75
4"	First 50,000 Gallons	311.71	342.10	30.39	9.75
6 <b>"</b>	First 100,000 Gallons	585.25	642.31	57.06	9.75
8"	First 160,000 Gallons	916.71	1,006.09	89.38	9.75
10"	First 550,000 Gallons	2,838.09	3,114.80	276.71	9.75

These rates apply to all customer classifications and are subject to a 10 percent penalty if paid after the due date.

The monthly bill for an average residential customer using 4,000 gallons of water each month will increase \$2.71 (or 9.78%) from \$27.71 to \$30.42. The monthly bill for an average commercial customer using 35,000 gallons of water each month will increase \$22.24 (or 9.76%) from \$227.85 to \$250.09.

Private Fire Service Rates	<u>Prior Rate</u>	New Rate	Increase	% Increase
1"	\$9.45	\$10.37	\$0.92	9.74
1.5"	15.91	17.46	1.55	9.74
2"	24.63	27.03	2.40	9.74
3"	61.83	67.86	6.03	9.75
4"	130.26	142.96	12.70	9.75
6"	323.99	355.58	31.59	9.75
8"	649.74	713.09	63.35	9.75
10"	1,142.01	1,253.36	111.35	9.75

Private Fire Service charges shall apply to all connections which provide service only for private fire protection facilities whether supplied through a fully metered service or an unmetered service with a detector check valve and bypass meter. Customer charges are lump sum charges according to the applicable service size with zero water usage. In case of a fire, charges for water usage shall be in accordance with Simpson County Water District Tariff Section II. F. Fire Protection. Charges for all water usage shall be computed in accordance with prevailing Simpson County Water District rates for general service. Where a detector check valve with a bypass meter is used, the water usage shall be based on the combined volume of water used through both the detector check valve (estimated) and the bypass meter. All rates are subject to a 10 percent late payment charge if paid after due date.

A person may examine this application at the System's Office located at 108 Morgantown Road, Franklin, KY 42134. A person may also examine this application at the PSC located at 211 Sower Boulevard, Frankfort, Kentucky, Monday through Friday, 8:00 a.m. to 4:30 p.m. or on the PSC website at <a href="http://psc.ky.gov">http://psc.ky.gov</a>; telephone: (502) 564-3940. The proposed rates are required under the terms of an agreement between Simpson County Water District and the United States Department of Agriculture. KRS 278.023 does not grant the Public Service Commission any discretionary authority to modify or reject any portion of the agreement between United States Department of Agriculture and Simpson County Water District or to defer the issuance of all necessary orders to implement the terms of that agreement. Comments regarding this application filing may be submitted to the PSC through its Web site or by mail to PO Box 615, Frankfort, KY 40602.

The Simpson County Water District will be replacing 5.0 miles of aging infrastructure, constructing 2.5 miles of water transmission system and a pump station to increase available supply, and extending 1.5 miles of main to serve new customers. Water Revenue Bonds for up to \$1,529,500 are planned to be sold to the United States Department of Agriculture to finance the project. The proposed rates will produce sufficient revenue to meet the debt repayment schedule and operating expenses.

Simpson County Water District