

May 4, 2020

Kent Chandler  
Executive Director  
Public Service Commission  
PO Box 615 Frankfort, KY 40602

Mr. Chandler:

Enclosed is Buffalo Tail Water Association's Purchased Water Adjustment Application. Buffalo Trail Water Association has been informed by Western Fleming County Water District that it has received approval to raise the wholesale water rate see Case No. 2019-00456.

Sincerely,

A handwritten signature in cursive script, appearing to read "Lori Johnson".

Lori Johnson  
Manager

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

Name of Utility	Buffalo Trail Water Association		
Date	May 1, 2020		
Address	41135 US HWY 62		
City, State, Zip	Mays Lick	KY	41055
Telephone Number	606-763-6516		
Email Address	Johnson103176@yahoo.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
Western Fleming	1.63	2.14
Maysville	No Change	No Change

1.b. A copy of the supplier's notice of the changed rate showing the effective date of the increase is attached as Exhibit A

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	April 2019	through	March 2020
	(month and year)		(month and year)

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
Western Fleming	118,808,000
Maysville	7,197,000
TOTAL PURCHASES	126,005,000
4. Total gallons sold for the 12 month period	100,401,000
5. Increased water cost	60,592
<p>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 B</p>	
6. Purchased water adjustment factor	.61
<p>The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold.</p> <p>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.</p>	
7. A schedule listing the current and proposed rates is attached as Exhibit c	
8. A copy of the resolution or other document of the utility's governing body authorizing the proposed rates is attached as Exhibit d	
9. Proposed effective date	April 15, 2020
 Signature of Utility Officer	
 Title	

# Exhibit A

Affidavit of Publication

I, Petrea Allison, hereby certify that I am  
Graphic Designer of the Flemingsburg Gazette. I certify  
that the attached clipping of the advertisement is a true copy of  
said advertisement in the said Newspaper on  
March 11, 2020.

In Testimony whereof, witness my signature this 11 day  
of March 2020.

The Newspaper Office

BY Petrea Allison

Subscribed and sworn to before me this 11 day of  
March 2020

My Commission expires: May 2, 2023.

W. Melissa W. Fitchner

Notary Public

# Flemingsburg Gazette

March 11, 2020

## 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 Western Fleming County Water District ("District") of a change in water rates for users of the District's water system. The changes in water rates are required by the U.S. Department of Agriculture, acting through Rural Development ("RD") in connection with a loan by RD to the District in the principal amount of \$810,000 to be evidenced by the issuance by the District of its waterworks 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:

### Current Monthly Water Rates

	Monthly Rate
First 1,000 gallons	\$15.01 Minimum Bill
Next 6,000 gallons	\$8.74 Per 1,000 gallons
Next 3,000 gallons	\$7.16 Per 1,000 gallons
All Over 10,000 gallons	\$5.69 Per 1,000 gallons

Whole Sale Rate: \$1.63/1,000 Gallons

### Proposed Monthly Water Rates

	New Monthly Rate	Dollar Change	Percent Change
First 1,000 gallons	\$18.63	\$3.62	24.12%
Next 6,000 gallons	\$10.28	\$1.54	17.62%
Next 3,000 gallons	\$8.46	\$1.30	18.16%
All Over 10,000 gallons	\$6.77	\$1.08	18.98%

Whole Sale Rate: \$2.14/1,000 Gallons

Customer Class	Average Monthly Usage Per Customer (Gallons)	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" Meter	4,319	\$44.02	\$52.75	\$8.73	19.83%
Whole Sale	8,394,200	\$13,682.55	\$17,963.59	\$4,281.04	31.29%

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) District's Office, 1500 Ewing Road, Ewing, KY 41036; (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 PSD 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 will be used to finance the costs of the installation of approximately 35,000 linear feet of 10-inch water main and approximately 10,000 linear feet of 8-inch water line plus all necessary appurtenances along KY 165 and KY 32.

Signed: Vernon Barton, Chairman, Western Fleming County Water District

Published in the Flemingsburg Gazette 03.11.20

# Exhibit B





# Exhibit C

<b>Current Rates</b>			<b>Proposed Rates</b>				
<u>Minimum Bills Based on Meter Size</u>			<u>Minimum Bills Based on Meter Size</u>				
Meter Size	Gals. Incl'd. in Minimum	Minimum Monthly Bill	Meter Size	Gals. Incl'd. in Minimum	Minimum Monthly Bill	Dollar Increase	Percent Increase
5/8x3/4 inch	1,000	\$ 14.83	5/8x3/4 inch	1,000	\$ 15.44	\$ 0.61	4.11
3/4 inch	5,000	\$ 39.95	3/4 inch	5,000	\$ 43.00	\$ 3.05	7.63
1 inch	10,000	\$ 62.35	1 inch	10,000	\$ 68.45	\$ 6.10	9.78
1 1/2 inch	10,000	\$ 82.50	1 1/2 inch	10,000	\$ 88.60	\$ 6.10	7.39
2 inch	20,000	\$ 102.65	2 inch	20,000	\$ 114.85	\$ 12.20	11.89
<u>Wholesale Rates Per 1,000 Gallons</u>							
Mt. Olivet Water		\$ 2.08	Mt. Olivet Water		\$ 2.69	\$ 0.61	29.33
Nicholas County Water District		\$ 2.68	Nicholas County Water District		\$ 3.29	\$ 0.61	22.76
<u>Rates for Water Usage in Addition to Minimum</u>			<u>Rates for Water Usage in Addition to Minimum</u>				
No. of Gallons per Month		Charge per 1,000 gals.	No. of Gallons per Month		Charge per 1,000 gals.		
First 1,000 Gallons (lump sum)		\$ 14.83	First 1,000 Gallons (lump sum)		\$ 15.44	\$ 0.61	4.11
Next 4,000 Gallons		\$ 6.28	Next 4,000 Gallons		\$ 6.89	\$ 0.61	9.71
Next 5,000 Gallons		\$ 4.48	Next 5,000 Gallons		\$ 5.09	\$ 0.61	13.62
Over 10,000 Gallons		\$ 4.03	Over 10,000		\$ 4.64	\$ 0.61	15.14

# Exhibit D

REGULAR MEETING  
BUFFALO TRAIL WATER ASSOCIATION

The regular meeting of the Buffalo Trail Water Association, Inc., was held at the Buffalo Trail Water Association Office located in Sardis, KY. on Tuesday, March 3, 2020 at 3:00 P.M.

Members Present

Dick Clary, President  
Danny Curtis  
Terry Cracraft  
Aaron Myers  
Clay Saunders

Visitors

Vernon Barton  
Larry Ingram

Dick Clary, President, called the meeting to order. Danny made motion to approve the minutes as read. Clay seconded the motion. Minutes approved.

Water loss was reported at 10%.

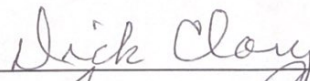
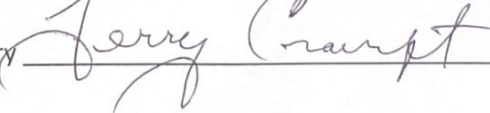
Vernon Barton and Larry Ingram represented Western Fleming Water, concerning their proposed rate increase. The increase for wholesale customers, including BTWA will be \$0.51/thousand gallons, if approved. This increase is based upon USDA-Rural Development calculations and will be submitted to PSC, March 9, 2020. Motion was made by Clay, seconded by Danny to accept the increase upon PSC approval and for BTWA to proceed with pass through increase when eligible. Motion carried.

After bills were read for February, Terry made motion to pay all bills. Aaron seconded. All were in favor.

Next meeting will be April 7, 2020 at 3:00 P.M.

Danny made motion to adjourn the meeting. Terry seconded. Meeting adjourned.

Signed:

Dick Clary, President   
Terry Cracraft, Secretary 

# Exhibit E

## CUSTOMER NOTICE

Due to an increase from one of its suppliers, Buffalo Trail Water Association received approval from the Public Service Commission to adjust its rates effective April 15, 2020.

<b>Current Rates</b>			<b>Proposed Rates</b>				
<u>Minimum Bills Based on Meter Size</u>			<u>Minimum Bills Based on Meter Size</u>				
Meter Size	Gals. Incl'd. in Minimum	Minimum Monthly Bill	Meter Size	Gals. Incl'd. in Minimum	Minimum Monthly Bill	Dollar Increase	Percent Increase
5/8x3/4 inch	1,000	\$ 14.83	5/8x3/4 inch	1,000	\$ 15.44	\$ 0.61	4.11
3/4 inch	5,000	\$ 39.95	3/4 inch	5,000	\$ 43.00	\$ 3.05	7.63
1 inch	10,000	\$ 62.35	1 inch	10,000	\$ 68.45	\$ 6.10	9.78
1 1/2 inch	10,000	\$ 82.50	1 1/2 inch	10,000	\$ 88.60	\$ 6.10	7.39
2 inch	20,000	\$ 102.65	2 inch	20,000	\$ 114.85	\$ 12.20	11.89
<u>Wholesale Rates Per 1,000 Gallons</u>							
Mt. Olivet Water		\$ 2.08	Mt. Olivet Water		\$ 2.69	\$ 0.61	29.33
Nicholas County Water District		\$ 2.68	Nicholas County Water District		\$ 3.29	\$ 0.61	22.76
<u>Rates for Water Usage in Addition to Minimum</u>			<u>Rates for Water Usage in Addition to Minimum</u>				
No. of Gallons per Month		Charge per 1,000 gals.	No. of Gallons per Month		Charge per 1,000 gals.		
First 1,000 Gallons (lump sum)		\$ 14.83	First 1,000 Gallons (lump sum)		\$ 15.44	\$ 0.61	4.11
Next 4,000 Gallons		\$ 6.28	Next 4,000 Gallons		\$ 6.89	\$ 0.61	9.71
Next 5,000 Gallons		\$ 4.48	Next 5,000 Gallons		\$ 5.09	\$ 0.61	13.62
Over 10,000 Gallons		\$ 4.03	Over 10,000		\$ 4.64	\$ 0.61	15.14

The monthly bill for an average customer using 5,000 gallons per month will increase from \$39.95 to \$43.00 this is an increase of 7.63%.

Buffalo Tail Water Association has available for inspection at its office the application which it submitted to the Public Service Commission. A person may examine this application at Buffalo Trail Water Association's office located at 41135 US HWY 62, Mays Lick, KY 41055. You may contact the office at 606-763-6516.

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>.