

NOTICE OF ELECTION OF USE OF ELECTRONIC FILING PROCEDURES

(Complete All Shaded Areas and Check Applicable Boxes)

In accordance with 807 KAR 5:001, Section 8, Garrard Co. Water Association gives notice of its intent to file an application for Purchased Water Adjustment with the Public Service Commission no later than July 1, 2020 and to use the electronic filing procedures set forth in that regulation.

Garrard Co. Water Association further states that:

- | | Yes | No |
|--|-------------------------------------|-------------------------------------|
| 1. It requests that the Public Service Commission assign a case number to the intended application and advise it of that number as soon as possible; | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 2. It or its authorized representatives have registered with the Public Service Commission and are authorized to make electronic filings with the Public Service Commission; | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 3. Neither it nor its authorized representatives have registered with the Public Service Commission for authorization to make electronic filings but will do so no later than seven days before the date of its filing of its application for rate adjustment; | <input type="checkbox"/> | <input checked="" type="checkbox"/> |
| 4. It or its authorized agents possess the facilities to receive electronic transmissions; | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 5. The following persons are authorized to make filings on its behalf and to receive electronic service of Public Service Commission orders and any pleadings filed by any party or the Public Service Commission Staff: | | |

Name	Electronic Mail Address
<u>Sean Smith</u>	<u>ssmith@garrardwater.com</u>

6. It and its authorized representatives listed above have read and understand the procedures for electronic filing set forth in 807 KAR 5:001 and will fully comply with those procedures unless the Public Service Commission directs otherwise.

Signed

SSM

Name: Sean Smith
Title: General Manager
Address: 315 Lexington Rd.
Lancaster, KY 40444
Telephone Number: 859 792-4501

CUSTOMER NOTICE

The City of Lancaster, Kentucky (“Lancaster”) is providing notice that it plans to file with the Public Service Commission, on or about June 1, 2020, to increase the Kentucky River Authority (“KRA”) Water Withdrawal Fee component of the wholesale water rate it charges Garrard County Water Association, Inc. (“GCWA”) effective for water service on and after July 10, 2020. The volumetric component of the wholesale water rate will not be affected. The current rate and proposed rate are set forth as follows:

	Current Rate	Proposed Rate	\$ Difference	% Difference
KRA Water Withdrawal Fee (per 1,000 gallons)	\$0.27	\$0.28	\$0.01 increase	3.7% increase

GCWA purchased approximately 373,343,000 gallons of water from Lancaster during the most recent 12 months. Its average monthly purchases were 31,112 gallons. Under the current rates, the KRA Water Withdrawal Fee component of GCWA’s average monthly bill is \$8,400.

The rate increase will cause the KRA Water Withdrawal Fee component of GCWA’s average monthly bill to increase from \$8,400 to \$8,711. This is an increase of \$311 or 3.7%.

This filing may be examined at the offices of Lancaster located at 308 West Maple Ave., Lancaster, KY 40444.

The 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 Commission 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, Kentucky 40602; or through its website at <http://psc.ky.gov>.

The new rate is the rate proposed by Lancaster in its filing, but the Public Service Commission may order a rate that differs from the proposed rate contained in this Customer Notice.

Intervention by GCWA 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, Kentucky 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 prior to the effective date of the proposed rates, the Public Service Commission may take final action on the proposed rates.

June 10, 2020

Executive Director
Public Service Commission
P.O. Box 615
Frankfort, KY 40602-0615

Dear Executive Director:

Please find enclosed the Association's request for a purchased water rate adjustment. This adjustment request is due to the increased cost from the Kentucky River Authority ("KRA") of its Tier I Water Withdrawal Fee. This fee is simply passed on to Garrard Co. Water Association from the City of Lancaster and will be effective on July 01, 2020. Exhibit "A" is attached to the application showing this agreed to rate increase.

Also, enclosed is a revised tariff sheet reflecting the one cent per thousand gallons adjustment.

The Association will notify its customers of the rate adjustment before rendering the first customer statement reflecting the increase.

If additional information should be required, please advise.

Sincerely,



Sean Smith
General Manager

Enclosures

Garrard County Water Association, Inc

P.O. BOX 670 315 LEXINGTON ROAD

LANCASTER, KY 40444-0670

(859) 792-4501 TTY: 800-648-6056

FAX: (859) 792-1671

Per Lancaster Water Works in providing to the Garrard County Water Association a notice that it filed with the Public Service Commission on June 01, 2020, to increase its wholesale water rates. The Board of Directors of the Garrard County Water Association met on June 2, 2020 and approved proceeding with the Lancaster rate increase.

Billy C. Doohi
Executive Director

6-2-2020
Date

Garrard County Water 2020

<u>SUPPLIER</u>	<u>NEW RATE</u> (per 1,000)	-	<u>OLD RATE</u> (per 1,000)	- -
Lancaster	\$2.48		\$2.47	

TWELVE MONTH TEST PERIOD: **June 2019 – May 2020**

<u>SUPPLIER</u>	-	<u>GALLONS PURCHASED</u> <u>DURING TEST PERIOD</u>	-
Lancaster		373,343,440	
	0		0
TOTAL		373,343,440	

<u>SUPPLIER</u>	<u>COST AT</u> <u>NEW RATE</u>	<u>COST AT</u> <u>OLD RATE</u>	
Lancaster	\$925,891.74	\$922,158.30	
Total	\$925,891.74-	\$922,158.30	= \$3733.44

TOTAL GALLONS SOLD FOR THE TEST PERIOD : **319,164,338**

Increased Water Cost /(total gallons sold / 1,000) = Purchased Water Adjustment
Factor

\$3733	/	319,164,338	/1000	=	.012
Rounded					.01

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

Name of Utility	GARRARD COUNTY WATER ASSOCIATION	
Date	December 20, 2017	
Address	P.O. BOX 670	
City, State, Zip	LANCASTER	KY 40444
Telephone Number	859-792-4501	
Email Address	ssmith@garrardwater.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.


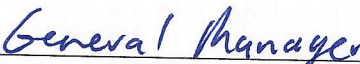
Supplier(s)	Base Rate	Changed Rate
CITY OF LANCASTER	2.47	2.48
CITY OF DANVILLE	2.41	2.41
CITY OF BEREA	2.78	2.78

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	June 2019	through	May 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
CITY OF LANCASTER	373,343,440
CITY OF DANVILLE	6,021,982
CITY OF BEREA	21,123,445
TOTAL PURCHASES	388,328,600
4. Total gallons sold for the 12 month period	319,164,338
5. Increased water cost	\$3733.44
<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	.01
<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	
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	July 01, 2020
 Signature of Utility Officer	
 Title	

Garrard Co. Water 2020 Comparison of Rates

5/8" x 3/4" Meter

		<u>Old Rate</u>	<u>New Rate</u>
First	1,000 Gallons	\$ 11.78	\$ 11.79 (Minimum Bill)
Next	1,000 Gallons	6.39	6.40 per 1,000 gallons
Next	1,000 Gallons	5.18	5.19 per 1,000 gallons
Next	2,000 Gallons	4.96	4.97 per 1,000 gallons
Over	5,000 Gallons	4.63	4.64 per 1,000 gallons

1" Meter

First	5,000 Gallons	\$ 33.27	\$ 33.32 (Minimum Bill)
All Over	5,000 Gallons	4.63	4.64 per 1,000 gallons

1 & 1/2" Meter

First	10,000 Gallons	\$ 56.42	\$ 56.52 (Minimum Bill)
All Over	10,000 Gallons	4.63	4.64 per 1,000 gallons

2" Meter

First	25,000 Gallons	\$ 125.87	\$ 126.12 (Minimum Bill)
All Over	25,000 Gallons	4.63	4.64 per 1,000 gallons

BULK SALES

\$5.85 per 1,000 Gallons

GARRARD COUNTY WATER ASSOCIATION, INC.
(NAME OF UTILITY)

RATE PER UNIT

RESIDENTIAL, FARM AND SMALL COMMERCIAL

5/8" x 3/4" Meter Schedule

First	1,000 Gallons	11.79 (Minimum Bill)	(I) ↓
Next	1,000 Gallons	6.40 per 1,000 Gallons	
Next	1,000 Gallons	5.19 per 1,000 Gallons	
Next	2,000 Gallons	4.97 per 1,000 Gallons	
All Over	5,000 Gallons	4.64 per 1,000 Gallons	

LARGE COMMERCIAL, DAIRY FARM AND SCHOOL CONNECTIONS

1" Meter Schedule

First	5,000 Gallons	33.32 (Minimum Bill)
All Over	5,000 Gallons	4.64 per 1,000 Gallons

1 1/2" Meter Schedule

First	10,000 Gallons	56.52 (Minimum Bill)
All Over	10,000 Gallons	4.64 per 1,000 Gallons

2" Meter Schedule

First	25,000 Gallons	126.12 (Minimum Bill)
All Over	25,000 Gallons	4.64 per 1,000 Gallons

Bulk Sales

\$5.85 per 1,000 Gallons

Rates based on monthly consumption.
Penalty of 10% applied to all unpaid bills 10 days from date of bill.

DATE OF ISSUE June 10, 2020
MONTH / DATE / YEAR

DATE EFFECTIVE July 10, 2020
MONTH / DATE / YEAR

ISSUED BY 
SIGNATURE OF OFFICER

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2018-00202 DATED July 5, 2018

June 8, 2020

The Central Record
P.O. Box 800
Lancaster, KY 40444-0800

Dear Madam or Sir:

Please find enclosed a public notice advertisement the Association wishes to place in the June 11, 2020 edition of your newspaper. The ad should be placed in the classified section under Public Notice. We wish for the ad to be two (2) columns wide with depth as is required.

Please supply the Association with four (4) tear sheets of this ad, an affidavit of publication and your invoice as soon as possible after publication.

Sincerely,

A handwritten signature in blue ink, appearing to read "S Smith".

Sean Smith
Garrard County Water Association

Enclosure

PUBLIC NOTICE

Due to a rate increase from the City of Lancaster, notice is hereby given that the Garrard County Water Association has filed an Application for a Purchased Water Adjustment with the Kentucky Public Service Commission for the purpose of adjusting its water rates. Customer rates will increase by one (1) cent per 1,000 gallons used. The proposed change will be effective for service rendered on and after August 10, 2018.

5/8" x 3/4" Meter

		<u>Old Rate</u>	<u>New Rate</u>
First	1,000 Gallons	\$ 11.78	\$ 11.79 (Minimum Bill)
Next	1,000 Gallons	6.39	6.40 per 1,000 gallons
Next	1,000 Gallons	5.18	5.19 per 1,000 gallons
Next	2,000 Gallons	4.96	4.97 per 1,000 gallons
Over	5,000 Gallons	4.63	4.64 per 1,000 gallons

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2" Meter

First	25,000 Gallons	\$ 125.87	\$ 126.12 (Minimum Bill)
All Over	25,000 Gallons	4.63	4.64 per 1,000 gallons

BULK SALES

\$5.85 per 1,000 Gallons

The rates contained in this notice are the rates proposed by The Garrard County Water Association. The Public Service Commission may order rates to be changed that differ from these proposed rates. Such action may result in rates for consumers other than the rates in this notice.

The Garrard County Water Association has available for inspection at its office the application submitted to the Public Service Commission. The office is located at 315 Lexington Road, Lancaster, Kentucky.