

**EAST CLARK COUNTY WATER DISTRICT
P. O. Box 112
WINCHESTER, KY 40392
859-745-1458**

July 21, 2020

Executive Director
ATTN: Mr. Kent Chandler
KY Public Service Commission
P.O/ Box 615
Frankfort, KY 40602-0615

RE: East Clark County Water District, Case 2020-00236

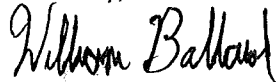
East Clark County Water District, hereby provides notice that it is electronically filing its Application for a Purchased Water Adjustment (PWA) for the East Clark County Water District. The undersigned certifies that the document filed electronically is a true, accurate complete representation of the original and has been transmitted to the Commission.

The adjustment is necessary to pass through an increase from our suppliers due to an Increase for KY River Authority.

Enclosed with this letter is:

1. A copy of the notice from our suppliers, Winchester Municipal Utilities
2. Calculation and supporting documents used to determine changed rate.
3. Copy of notice to be mailed with billing prior to the rendering of first bill at increased rate.
4. Purchase Water Adjustment application

Sincerely,



William Ballard, Manager
East Clark County Water District

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

Name of Utility	East Clark County Water District		
Date	July 20, 2020		
Address	PO Box 112		
City, State, Zip	Winchester, KY.	40392	
Telephone Number	(859) 745-1458		
Email Address	wdballard@bellsouth.net		

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.

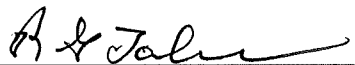
Supplier(s)	Base Rate	Changed Rate
Winchester Municipal	KY River Authority fee \$.30 per 100Cu. ft	KY River Authority fee \$.32 per 100Cu.ft
KY American	KY River Authority fee \$.177 per 1000 Gal.	KY River Authority fee no change

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

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	July 2019	through	June 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
Winchester Municipal	137,049,750
KY American	127,500
TOTAL PURCHASES	137,177,250
4. Total gallons sold for the 12 month period	112,404,639
5. Increased water cost	\$3,654.66
<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</p>	
6. Purchased water adjustment factor	\$.04 per 1000 gallons
<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	August 20, 2020
	
Signature of Utility Officer	
Chairman	
Title	

RESOLUTION NO. 2020-07-01

**A RESOLUTION OF THE BOARD OF COMMISSIONERS OF
THE EAST CLARK COUNTY WATER DISTRICT ADJUSTING
WATER RATES AND CHARGES TO OFFSET THE
WINCHESTER MUNICIPAL UTILITIES COMMISSION
KENTUCKY RIVER AUTHORITY WITHDRAWAL FEE RATE
INCREASE**

WHEREAS, the Winchester Municipal Utilities (“WMU”) is one of East Clark County Water District’s (“District”) wholesale water providers;

WHEREAS, on June 25, 2020 WMU filed an application with the Kentucky Public Service Commission (“PSC”) seeking to increase the Kentucky River Authority Withdrawal Fee (“KRA”) rate that WMU charges the District from \$0.30 to \$0.32 per 100 cubic feet

WHEREAS, based upon the water purchases from WMU during the previous 12 months, the estimated annual increased cost to the District will be **\$3,654.66**;

WHEREAS, prudent financial management dictates that the District take immediate action to adjust its retail rates commensurate with WMU’s KRA 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 WMU's KRA rate increase via a Purchased Water Adjustment ("PWA");

NOW, THEREFORE, IT IS HEREBY RESOLVED BY THE BOARD OF COMMISSIONERS OF EAST CLARK COUNTY WATER DISTRICT 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 **\$0.04** per 1,000 gallons;

Section 3. All tiers of water usage set forth in the District's existing tariff shall be increased by **\$0.04** 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 and charges set forth in **Appendix A** are subject to any minor adjustment that may be made by the PSC. These monthly rates and charges shall be in effect for all water service rendered on and after August 20, 2020.

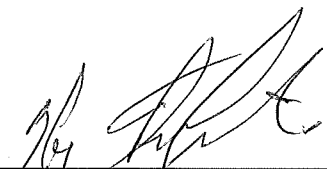
Section 5. The Chairman is hereby authorized and directed to execute and file the PWA Application, Tariff Sheet, and all other documents that may be required by the PSC.

Section 6. The General Manager, all appropriate District Staff, and the District's attorney 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 COMMISSION OF EAST CLARK COUNTY WATER DISTRICT at a meeting held on July 20, 2020, signed by the Chairman, and attested by the Secretary.

ATTEST:



SECRETARY



CHAIRMAN

CERTIFICATION

I, Secretary of the East Clark County Water District (the "District"), do hereby certify that the foregoing is a true copy of a Resolution duly adopted by the Commission of the District at a meeting properly held on July 20, 2020, signed by the Chairman of the Commission, attested by me as Secretary, and now in full force and effect.

WITNESS my hand this 20th day of July, 2020.



SECRETARY



WINCHESTER
MUNICIPAL
UTILITIES

P.O. BOX 4177, 150 N. MAIN STREET
WINCHESTER, KY 40392-4177

PHONE: (859) 744-5434
FAX: (859) 745-4146

June 25, 2020

Mr. William Ballard
East Clark County Water District
118 Hopkins Lane
Winchester, Kentucky 40391

Dear William:

***Subject: Kentucky River Authority
Notice of Tier I Withdrawal Fee Increase***

The Winchester Municipal Utilities Commission (WMUC), at its regularly scheduled meeting on Thursday, June 4, 2020, approved an increase of the Kentucky River Authority (KRA), Tier I water withdrawal fee. As required by the Public Service Commission (PSC) regulation, I am forwarding you the attached notice and rate sheet. As you are aware this is a pass through cost and East Clark County Water District's wholesale rate is not affected.

Should you have any questions or require additional information you can contact me at (859) 744-5434.

Respectfully,

Kenneth Dryden
General Manager

Attachment(s)



COMMONWEALTH OF KENTUCKY

ANDY BESHEAR
Governor

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

DAVID HAMILTON
Executive Director

MARK SMITH
Chairman

February 25, 2020

Winchester Municipal Utilities
Ms. Jennifer Sparks
150 North Main Street
Winchester, KY 40391

Dear Ms. Sparks:

The Kentucky River Authority, at its February 18th board meeting, voted to adjust the Tier I water withdrawal fee set forth in administrative regulation 420 KAR 1:040 and by statute in KRS 151.723. **Beginning July 1, 2020 the new Tier I rate will be \$0.029 per 1,000 gallons** of water withdrawn. (Currently this rate is \$0.022 per 1,000 gallons). All Tier I fee payers will see this rate increase reflected on the invoice for quarter ending September 30, 2020, mailed on November 1, 2020. The Tier II rate will remain unchanged. This rate increase is necessary to fund the day-to-day operations of the Kentucky River Authority. The Tier I water use fee rate has been the same since 1996.

For water utilities, please plan to adjust your end user rates accordingly, if necessary. Also, for utilities that supply water to Water Districts or other wholesale customers, please inform them of this upcoming change if it will affect their purchase rate from your utility.

The Kentucky River Authority will continue to fund the Kentucky River Watershed Management program and the United States Geological Survey Streamflow Gage Network on the Kentucky River from these funds. If you have any questions, please call our office at (502) 564-2866.

Sincerely,

A handwritten signature in black ink, appearing to read "David Hamilton".

David Hamilton
Executive Director
Kentucky River Authority

NOTICE

The Kentucky River Authority (KRA) has notified Winchester Municipal Utilities (WMU) that it is increasing the rate of the Tier I withdrawal fee effective July 1, 2020. In order to pass along the increased fee, WMU plans to file with the Public Service Commission a proposed rate schedule, to be effective August 1, 2020, that will increase the KRA fee charges to East Clark County Water District and Kentucky-American Water Company as follows:

<u>Current Rate</u>	<u>Proposed Rate</u>	<u>\$ Increase</u>	<u>% Difference</u>
\$0.300 per 100 cubic feet	\$0.320 per 100 cubic feet	\$0.020	6%

The proposed effective date is August 1, 2020. Water flowing through the meter(s) before the effective date will be charged at the current rate. Water flowing through the meter(s) on and after the effective date will be charged at the new proposed rate.

This filing may be examined at the WMU offices located at 150 North Main Street, Winchester, KY.

This filing may also be examined at the offices of the Public Service Commission located at 211 Sower Boulevard, 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 WMU. However, the Public Service Commission may order rates that differ from the proposed rates contained in this notice.

Intervention may be requested by submitting a timely written request 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.

CITY Winchester, Kentucky

P.S.C. KY NO. 1

4TH Revised SHEET NO. 1

CANCELLING P.S.C. KY NO. 1

3RD Revised SHEET NO. 1

Winchester Municipal Utilities Commission
(Name of Municipal Utility)

MONTHLY WHOLESALE WATER RATES

East Clark County Water District:

\$1.72 per 100 cubic feet

Kentucky River Authority Withdrawal Fee:

Tier I Fee	\$0.022	per 100 cubic feet	(I)
Tier II Fee	<u>\$0.165</u>	per 100 cubic feet	
Sub-Total	<u>\$0.187</u>	per 100 cubic feet	(I)
Adjustment to recover the full cost of the KRA Fee	<u>\$0.133</u>	per 100 cubic feet	(I)
Total	<u>\$0.320</u>	per 100 cubic feet	(I)

DATE OF ISSUE June 25, 2020
Month / Day / Year

DATE EFFECTIVE August 1, 2020
Month / Day / Year

ISSUED BY _____
(Signature of Officer)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

PURCHASED WATER											2019-2020	
Paris Rd.	31-09998	Dates		Cu. Ft.	Gallons	Cost	KRA	Total	Due Date			
5/13/2019	58353	6/11/2019	59277	924		\$1,589.28	\$277.20	\$1,866.48	7/12/2019	7		
6/11/2019	59277	7/12/2019	60234	957		\$1,646.04	\$287.10	\$1,933.14	8/12/2019	8		
7/12/2019	60234	8/9/2019	61085	851		\$1,463.72	\$255.30	\$1,719.02	9/12/2019	9		
8/9/2019	61085	9/6/2019	61962	877		\$1,508.44	\$263.10	\$1,771.54	10/12/2019	10		
9/6/2019	61962	10/8/2019	62989	1027		\$1,766.44	\$308.10	\$2,074.54	11/12/2019	11		
10/8/2019	62989	11/6/2019	63682	693		\$1,191.96	\$207.90	\$1,399.86	12/12/2019	12		
11/6/2019	63682	12/9/2019	64453	771		\$1,326.12	\$231.30	\$1,557.42	1/12/2020	1		
12/9/2019	64453	1/7/2020	65164	711		\$1,222.92	\$213.30	\$1,436.22	2/12/2020	2		
1/7/2020	65164	2/4/2020	65882	718		\$1,234.96	\$215.40	\$1,450.36	3/12/2020	3		
2/4/2020	65882	3/10/2020	66860	978		\$1,682.16	\$293.40	\$1,975.56	4/12/2020	4		
3/10/2020	66860	4/7/2020	67730	870		\$1,496.40	\$261.00	\$1,757.40	5/12/2020	5		
4/7/2020	67730	5/12/2020	68703	973		\$1,673.56	\$291.90	\$1,965.46	6/12/2020	6		
				10350	7,762,500	\$17,802.00	\$3,105.00	\$20,907.00				

PURCHASED WATER										2019-2020
Elkin Station	Dates		Cu. Ft.	Gallons	Cost	KRA	Total	Due Date		
5/20/2019	1819	6/19/2019	2208	389	\$669.08	\$116.70	\$785.78	7/26/2019	7	
6/19/2019	2208	7/17/2019	2563	355	\$610.60	\$106.50	\$717.10	8/26/2019	8	
7/17/2019	2563	8/19/2019	2983	420	\$722.40	\$126.00	\$848.40	9/26/2019	9	
8/19/2019	2983	9/20/2019	3479	496	\$853.12	\$148.80	\$1,001.92	10/26/2019	10	
9/20/2019	3479	10/22/2019	3882	403	\$693.16	\$120.90	\$814.06	11/26/2019	11	
10/22/2019	3882	11/19/2019	4183	301	\$517.72	\$90.30	\$608.02	12/26/2019	12	
11/19/2019	4183	12/20/2019	4512	329	\$565.88	\$98.70	\$664.58	1/26/2020	1	
12/20/2019	4512	1/21/2020	4866	354	\$608.88	\$106.20	\$715.08	2/26/2020	2	
1/21/2020	4866	2/18/2020	5188	322	\$553.84	\$96.60	\$650.44	3/26/2020	3	
2/18/2020	5188	3/24/2020	5555	367	\$631.24	\$110.10	\$741.34	4/26/2020	4	
3/24/2020	5555	4/21/2020	5862	307	\$528.04	\$92.10	\$620.14	5/26/2020	5	
4/21/2020	5862	5/26/2020	6286	424	\$729.28	\$127.20	\$856.48	6/26/2020	6	
			4467	3,350,250	\$7,683.24	\$1,340.10	\$9,023.34			

		Purchased Water Adjustment			
	Cubic Feet	Gallons			
Water purchased from WMU	182,733	137,049,750			
	182,733	137,050	0.3	\$54,819.90	Current Kentucky River Fee
	182,733	137,050	0.32	\$58,474.56	Proposed Kentucky River Fee
				\$3,654.66	Increased Cost
EAST CLARK			TOTAL		
Water Sold	L. STA	Gallons Sold	SOLD		
		Customer			
		Sales Analysis			
	83,791	10,172,900	10,256,691	Jul-20	
	129,299	10,924,001	11,053,300	Aug-20	
	82,990	10,637,307	10,720,297	Sep-20	
	112,120	10,284,102	10,396,222	Oct-20	
	59,900	7,927,401	7,987,301	Nov-20	
	34,760	7,583,500	7,618,260	Dec-20	
	44,960	8,635,100	8,680,060	Jan-20	
	33,085	7,671,300	7,704,385	Feb-20	
	44,048	7,970,600	8,014,648	Mar-20	
	61,186	9,304,000	9,365,186	Apr-20	
	52,142	9,147,800	9,199,942	May-20	
	72,447	11,335,900	11,408,347	Jun-20	
	810,728	111,593,911	112,404,639		
Purchased water adjustment is obtained by dividing the increased cost of water by the total gallons sold.					
		Gallons Sold	112,404,639		
			112,405		
		Increased Cost	\$3,654.66		
		Increase per 1,000 Gallons	\$0.0325		
		Rounded to	\$0.04		
					8

Legal Notice

Notice is hereby given that East Clark County Water District has filed an application with the Public Service Commission ("PSC") to adjust its water rates as a result of an increase from its supplier, Winchester Municipal Utilities ("WMU"). The proposed effective date is August 20, 2020.

The proposed changes are as follows:

<u>Monthly Rates</u>	<u>Existing Rates</u>	<u>Proposed Rates</u>	<u>\$ Increase</u>	<u>% Increase</u>	
<i><u>5/8" x 3/4" Meter</u></i>					
First 2,000 Gallons	\$26.22	\$26.30	\$0.08	0.31%	
Next 8,000 Gallons	\$10.86	\$10.90	\$0.04	0.37%	per 1,000 Gallons
Next 40,000 Gallons	\$9.64	\$9.68	\$0.04	0.41%	per 1,000 Gallons
Over 50,000 Gallons	\$8.42	\$8.46	\$0.04	0.48%	per 1,000 Gallons
<i><u>1 Inch Meter</u></i>					
First 5,000 Gallons	\$58.80	\$59.00	\$0.20	0.34%	
Next 5,000 Gallons	\$10.86	\$10.90	\$0.04	0.37%	per 1,000 Gallons
Next 40,000 Gallons	\$9.64	\$9.68	\$0.04	0.41%	per 1,000 Gallons
Over 50,000 Gallons	\$8.42	\$8.46	\$0.04	0.48%	per 1,000 Gallons
<i><u>1 1/2 Inch Meter</u></i>					
First 10,000 Gallons	\$113.10	\$113.50	\$0.40	0.35%	
Next 40,000 Gallons	\$9.64	\$9.68	\$0.04	0.41%	per 1,000 Gallons
Over 50,000 Gallons	\$8.42	\$8.46	\$0.04	0.48%	per 1,000 Gallons
<i><u>2 Inch Meter</u></i>					
First 20,000 Gallons	\$209.50	\$210.30	\$0.80	0.38%	
Next 30,000 Gallons	\$9.64	\$9.68	\$0.04	0.41%	per 1,000 Gallons
Over 50,000 Gallons	\$8.42	\$8.46	\$0.04	0.48%	per 1,000 Gallons
<i><u>3 Inch Meter</u></i>					
First 30,000 Gallons	\$305.90	\$307.10	\$1.20	0.39%	
Next 20,000 Gallons	\$9.64	\$9.68	\$0.04	0.41%	per 1,000 Gallons
Over 50,000 Gallons	\$8.42	\$8.46	\$0.04	0.48%	per 1,000 Gallons
<i><u>4 Inch Meter</u></i>					
First 50,000 Gallons	\$498.70	\$500.70	\$2.00	0.40%	
Over 50,000 Gallons	\$8.42	\$8.46	\$0.04	0.48%	per 1,000 Gallons
Bulk Sales	\$6.43	\$6.47	\$0.04	0.62%	per 1,000 Gallons

The average bill for a customer using 5,000 gallons of water each month would increase .34% from \$58.80 to \$59.00 for an increase of \$.20 in the average customer's monthly bill.

Any person may examine this application at the district's office located at 118 Hopkins Lane in Winchester, Kentucky; telephone (859) 745-1458.

Any person may 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 <http://psc.ky.gov>; telephone (502) 564-3940.

FOR East Clark County Water District

PSC KY NO. 2

Fifth Revised SHEET NO. 6

East Clark County Water District
(NAME OF UTILITY)

CANCELLING PSC KY NO. 2

Fourth Revised SHEET NO. 6

MONTHLY RATES:

2 Inch Meter

First 20,000 Gallons
Next 30,000 Gallons
Over 50,000 Gallons

\$210.30 Minimum Bill
9.68 Per 1,000 Gallons
8.46 Per 1,000 Gallons

3 Inch Meter

First 30,000 Gallons
Next 20,000 Gallons
Over 50,000 Gallons

\$307.10 Minimum Bill
9.68 Per 1,000 Gallons
8.46 Per 1,000 Gallons

4 Inch Meter

First 50,000 Gallons
Over 50,000 Gallons

\$500.70 Minimum Bill
8.46 Per 1,000 Gallons

Bulk Sales

6.47 per 1,000 gallons


(I) ↓

DATE OF ISSUE July 20, 2020

MONTH / DATE / YEAR

DATE EFFECTIVE August 20, 2020

MONTH / DATE / YEAR

ISSUED BY 

SIGNATURE OF OFFICER

TITLE Chairman

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

FOR East Clark County Water District

PSC KY NO. 2

Fourth Revised SHEET NO. 5

East Clark County Water District
(NAME OF UTILITY)

CANCELLING PSC KY NO. 2

Third Revised SHEET NO. 5

MONTHLY RATES:

5/8" x 3/4" Meter

First 2,000 Gallons	\$26.30 Minimum Bill	(I)
Next 8,000 Gallons	10.90 Per 1,000 Gallons	↓
Next 40,000 Gallons	9.68 Per 1,000 Gallons	
Over 50,000 Gallons	8.46 Per 1,000 Gallons	

1 Inch Meter

First 5,000 Gallons	\$59.00 Minimum Bill
Next 5,000 Gallons	10.90 Per 1,000 Gallons
Next 40,000 Gallons	9.68 Per 1,000 Gallons
Over 50,000 Gallons	8.46 Per 1,000 Gallons

1 1/2 Inch Meter

First 10,000 Gallons	\$113.50 Minimum Bill
Next 40,000 Gallons	9.68 Per 1,000 Gallons
Over 50,000 Gallons	8.46 Per 1,000 Gallons

DATE OF ISSUE July 20, 2020

MONTH / DATE / YEAR

DATE EFFECTIVE August 20, 2020

MONTH / DATE / YEAR

ISSUED BY 

SIGNATURE OF OFFICER

TITLE Chairman

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO _____ DATED _____