

LEDBETTER WATER DISTRICT

1483 U. S. 60 West

P. O. Box 123

Ledbetter, Kentucky 42058

Phone: 270-898-3236

Fax: 270-898-3496

ledbetterwaterdi@bellsouth.net

April 17, 2021

Linda C. Bridwell
Executive Director
Public Service Commission
211 Sower Blvd.
PO Box 615
Frankfort, KY 40602-0615

**RE: Purchased Water Adjustment
Case number 2021-00158**

Dear Ms. Bridwell:

Ledbetter Water District hereby requests approval for a Purchased Water Adjustment. Pursuant to Case number 2018-00414, Crittenden-Livingston Water District has raised the rate that it charges us for water. The old rate was \$2.83 per thousand gallons, and the new rate is \$3.08. Attached is the application form for the requested PWA. Also attached is the notice from Crittenden-Livingston regarding the rate increase, and the minutes showing approval of the PWA application by the Ledbetter Water District commissioners.

Ledbetter Water District published notice of the rate increase, according to PSC regulation, one time prior to rendering bills at the new rate.

During the twelve month period from March 1, 2020 to February 28, 2021, Ledbetter Water District purchased 31,675,580 gallons of water from Crittenden-Livingston Water District. During the same period Ledbetter also produced 46,973,000 gallons. Water sales to customers during the period were 56,007,690 gallons.

The PWA factor calculates to 0.141. In order to recover the full cost of the purchased water increase the PWA factor was rounded to 015. If you need more information please contact us.

Sincerely,



Alan Fox
District Manager

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

Name of Utility	Ledbetter Water District	
Date	May 15, 2020	
Address	PO Box 123	
City, State, Zip	Ledbetter, Kentucky	42058
Telephone Number	270-898-3236	
Email Address	ledbetterwaterdi@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
Crittenden-Livingston Water District	\$2.83 / 1000 gal.	\$3.08 / 1000 gal.

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	March 2020	through	February 2021
	(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
Crittenden-Livingston Water District	31,675,580
TOTAL PURCHASES	
4. Total gallons sold for the 12 month period	56,007,690
5. Increased water cost	\$7,918.89
<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	\$0.15
<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	May 23, 2020
Signature of Utility Officer	
Chairman	
Title	

EXHIBIT B
PWA FACTOR

Increased cost: 31,675.58 thousand gallons X \$2.83 = \$89,641.89

31,675.58 thousand gallons X \$3.08 = \$97,560.78

\$97,560.78 - \$89,641.89 = \$7,918.89

Purchased Water Adjustment Factor:

\$7,918.89 divided by 56,007.69 thousand gallons sold = \$0.141

Rounded to \$0.15

EXHIBIT C
RATE COMPARISON SCHEDULE

Ledbetter Water District

<u>ALL METER SIZES</u>	<u>CURRENT RATES</u>	<u>PROPOSED RATE</u>
Customer Charge	\$7.74 Monthly Rate	\$7.74 Monthly Rate
First 25,000 gallons	\$6.83 per 1,000 gallons	\$6.98 per 1,000
Over 25,000 gallons	\$4.67 per 1,000 gallons	\$4.82 per 1,000