

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

Name of Utility	Larue County Water District	
Date	June 13, 2022	
Address	6215 North L&N Turnpike	
City, State, Zip	Buffalo, KY	42716
Telephone Number	270-325-3242	
Email Address	Lcwd1@scrtc.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
Campbellsville	2.54	2.54
Green Taylor WD	2.98	2.98
City of Bardstown	2.56	2.64
City of New Haven	3.02	3.02
Green River Valley	2.59	2.59
City of Hodgenville	2.10	2.10

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	May 2021	through	April 2022
	(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
Campbellsville	13,787,000
Green Taylor WD	3,703,100
City of Bardstown	38,457,700
City of New Haven	417,000
Green River Valley	94,569,900
City of Hodgenville	45,512,232
<b>TOTAL PURCHASES</b>	<b>196,446,932</b>
4. Total gallons sold for the 12 month period	174,678,100
5. Increased water cost	3,076.62
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	
6. Purchased water adjustment factor	.02
The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold. 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.	
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	July 1, 2022
 Signature of Utility Officer	
 Title	

# Exhibit A

## NOTICE:

The City of Bardstown hereby provides notice that it filed with the Public Service Commission on November 11, 2019 to increase its rates to the North Nelson and Larue County No.1 Water Districts. In addition the proposed rate schedule will also apply to the cities of Bloomfield and New Haven.

The Current Rate is \$2.00 per thousand gallons and was last raised in 2013. New rates are proposed to be implemented in five incremental steps, the first become effective for water service rendered on and after January 1, 2020 with a new rate per 1,000 gallons to become effective each July 1<sup>st</sup> as forth below:

<u>Effective Date</u>	<u>New Rate</u>	<u>Previous Rate</u>	<u>\$ Difference</u>	<u>% Difference</u>
January 1 <sup>st</sup> 2020	\$2.45	\$2.00	\$0.45	22.50%
July 1 <sup>st</sup> 2020	\$2.49	\$2.45	\$0.04	1.63%
July 1 <sup>st</sup> 2021	\$2.56	\$2.49	\$0.07	2.81%
July 1 <sup>st</sup> 2022	\$2.64	\$2.56	\$0.08	3.13%
July 1 <sup>st</sup> 2023	\$2.72	\$2.64	\$0.08	3.03%

Water flowing through the meter(s) before the effective date will be charged at the previous rate while water flowing through the meter(s) on and after the new effective date will be charged at the new rate(s).

This filing may be examined at the utility's office inside Bardstown City Hall located at 220 North Fifth Street, Bardstown, Kentucky; Monday – Friday from 8:00 am - 4:30 pm.

This 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 Public Service Commission's 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>.

While the proposed rates are the rates proposed by the City of Bardstown Water, the Public Service Commission may order rates that differ from these proposed rates.

Intervention 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 for intervention within thirty (30) days of the providing of this notice, the Public Service Commission may take final action on the filing.

# Exhibit B

**Larue County Water District  
Purchase Water Adjustment Worksheet**

Month/Year	Purchased Water (gallons)					Hodgenville	Water Sold (gallons)
	Campbellsville	Green Taylor	Bardstown	New Haven	Green River		
Totals	13,787,000	3,703,100	38,457,700	417,000	94,569,900	45,512,232	174,678,100
<b>TWELVE MONTH PURCHASED WATER COST</b>							
Gallons Purchased	Current Rate	Cost		New Rate	Cost		
13,787,000	\$ 2.54	\$	35,018.98	\$ 2.54	\$	35,018.98	
3,703,100	\$ 2.98	\$	11,035.24	\$ 2.98	\$	11,035.24	
38,457,700	\$ 2.56	\$	98,451.71	\$ 2.64	\$	101,528.33	
417,000	\$ 3.02	\$	1,259.34	\$ 3.02	\$	1,259.34	
94,569,900	\$ 2.59	\$	244,936.04	\$ 2.59	\$	244,936.04	
45,512,232	\$ 2.10	\$	95,575.69	\$ 2.10	\$	95,575.69	
		\$	486,277.00		\$	489,353.61	
Increased Cost		\$	3,076.62	PWA Factor		\$	0.018
<b>WATER RATE AJUSTMENT</b>							
Rate Schedule		Current Rate		Increase	New Rate		
First	1,000 gal	\$	18.57	\$ 0.02	\$	18.59	
Next	4,000 gal	\$	8.60	\$ 0.02	\$	8.62	
Next	5,000 gal	\$	7.68	\$ 0.02	\$	7.70	
All Over	10,000 gal	\$	6.27	\$ 0.02	\$	6.29	
<b>BILL CALCULATION</b>							
	Usage	Current Rate		Increase	New Rate		
	5,000 gallons	\$	52.97	\$ 0.10	\$	53.07	

# Exhibit C

## CUSTOMER NOTICE

Due to an increase from one of its suppliers (City of Bardstown), Larue County Water District No.1 received approval from the Public Service Commission to adjust its rates effective July 1, 2022.

Current Rates				Proposed Rates				
<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	\$ 18.57		5/8x3/4 inch	1,000	\$ 18.59	\$ 0.02	0.11
3/4 inch	3,000	\$ 35.72		3/4 inch	3,000	\$ 35.78	\$ 0.06	0.17
1 inch	5,000	\$ 52.88		1 inch	5,000	\$ 52.98	\$ 0.10	0.19
1 1/2 inch	10,000	\$ 91.19		1 1/2 inch	10,000	\$ 91.39	\$ 0.20	0.22
3 inch	20,000	\$ 153.78		3 inch	20,000	\$ 154.18	\$ 0.40	0.26
<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)		\$ 18.57		First 1,000 Gallons (lump sum)		\$ 18.59	\$ 0.02	0.11
Next 4,000 Gallons		\$ 8.60		Next 4,000 Gallons		\$ 8.62	\$ 0.02	0.23
Next 5,000 Gallons		\$ 7.68		Next 5,000 Gallons		\$ 7.70	\$ 0.02	0.26
Next 10,000 Gallons		\$ 6.27		Next 10,000 Gallons		\$ 6.29	\$ 0.02	0.32
Over 20,000 Gallons		\$ 6.27		Over 20,000 Gallons		\$ 6.29	\$ 0.02	0.32

The monthly bill for an average customer using 5,000 gallons per month will increase from \$52.97 to \$53.07 this is an increase of .19%.

Larue County Water District No. 1 has available for inspection at its office the application which it submitted to the Public Service Commission. A person may examine this application at Larue County Water District No.'s office located at 6215 North L&N Turnpike Road, Buffalo, KY 42716. You may contact the office at 270-325-3242.

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>.



# Exhibit D

**RESOLUTION NO. 2022-06-13**

**A RESOLUTION OF LARUE COUNTY WATER DISTRICT NO.1  
ADJUSTING ITS WATER RATES TO OFFSET THE CITY OF  
BARDSTOWNS' WHOLESALE RATE INCREASE**

**WHEREAS**, the City of Bardstown supplies potable water to Larue County Water District No.1 on a wholesale basis'

**WHEREAS**, on November 15, 2019 Bardstown filed an application with the PSC seeking to increase the wholesale water rate that Bardstown charges the District. Bardstown's application requested multiple step increases starting on July 1, 2020 and continuing each July 1 until July 1, 2023. The PSC approved Bardstown's application on January 1, 2020 (See PSC Case TFS2019-00625). Effective July 1, 2022, Bardstown's wholesale rate will increase from \$2.56 per 1,000 gallons to \$2.64 per 1,000 gallons;

**WHEREAS**, based upon the water purchases from the City of Bardstown during the previous 12 months, the estimated annual increased cost to Larue County Water District No. 1 will be \$ **3,076.62**;

**WHEREAS**, prudent financial management dictates that Larue County Water District take action to adjust its retail rates commensurate with the City of Bardstown's wholesale rate increase; and

**WHEREAS**, KRS 278.015 and 807 KAR 5:068 provide the legal mechanism for Larue County Water District No. 1 to increase its water rates to commensurate with the City of Bardstown's wholesale rate increase via a Purchased Water Adjustment ("PWA")

**NOW, THEREFORE, THE BOARD OF COMMISSIONERS OF LARUE COUNTY WATER DISTRICT NO.1 DOES HEREBY RESOLVE 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 **\$.02** per 1,000gallons;

**Section 3.** All tiers of water usage and the wholesale water rate set forth in Larue County Water District No. 1's existing tariff shall be increased by **\$.02** 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 Larue County Water District No.1 shall be as set forth in **Exhibit C**, which is attached hereto and is incorporated herein by reference as a part of this Resolution. The rates set forth in **Exhibit C** are subject to any minor adjustment that may be made by the PSC. These monthly rates shall be in effect for all water service rendered on and after July 1, 2022 upon PSC

approval.

**Section 5.** The Chairman and the General Manager are 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 Chairman, General Manager, and all appropriate Larue County Water District No. 1 Staff 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 BOARD OF COMMISSIONERS OF LARUE**

**COUNTY WATER DISTRICT NO.1** at a meeting held on June 13, 2022

signed by the Chairman, and attested by the Secretary.

ATTEST:


  
Chairman

  
Secretary

## CERTIFICATION

This is to certify that I have supervised the preparation of the Larue County Water District No.1's Response to the Commission's Request for Information. The response submitted on behalf of the Larue County Water District is true and accurate to the best of my knowledge, information, and belief formed after a reasonable inquiry.

Date: June 13, 2022

  
Secretary