

**MARION COUNTY WATER DISTRICT
1835 CAMPBELLSVILLE ROAD
P O BOX 528
LEBANON, KY 40033**

●
Telephone: 270-692-2004
Fax: 270-692-1010
TTY: 1-800-648-6956 or 711

October 14, 2022

Ms. Linda C. Bridwell
Executive Director
KY Public Service Commission
PO Box 615
Frankfort, KY 40602

RE: Formal Application to Increase Rates Pursuant to
Purchased Water Adjustment Regulation 807 KAR 5:068

Dear Ms. Bridwell:

The Marion County Water District respectfully requests that the Commission allow for an adjustment to our rates in accordance with 807 KAR 5:068 Purchased Water Adjustment clause.

The District was notified by its supplier, Campbellsville Municipal Water & Sewer, that it will increase the District's wholesale rate by \$0.41 per 1000 gallons. This increase was effective on September 28, 2022. The result of the increase is \$1,467.52 in additional annual supply cost for the District. This translates into \$0.01 per 1000 gallons of water sold to our customers. Therefore, we propose to increase our rates by that amount.

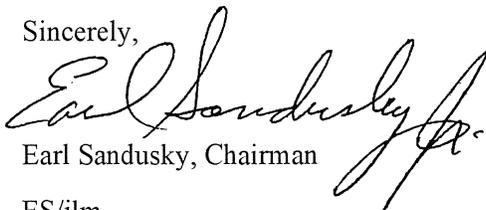
The following supporting documentation is enclosed for your review:

- Exhibit A – Purchase Water Rate Adjustment
- Exhibit B – Copy of Campbellsville Water & Sewer's Notice of an Increase in Wholesale Rates
- Exhibit C – Statement of Water Purchased
- Exhibit D – Statement of Water Sold
- Exhibit E – Notice to Customers
- Exhibit F – Revised Tariff Sheet
- Exhibit G – Resolution of the Board of Commissioners formally authorizing the proposed rates.

The Notice to Customers will be published in accordance with Commission regulations and verification of its publication will be provided to the Commission.

Should you have any questions please contact Lee Mudd at (502) 839-1310, as he is handling this matter on behalf of the District.

Sincerely,


Earl Sandusky, Chairman

ES/jlm

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

Name of Utility	Marion County Water District		
Date	10/14/22		
Address	P.O. Box 528		
City, State, Zip	Lebanon, Kentucky	40033	
Telephone Number	(270) 692-2004		

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 Municipal Water & Sewer	Rate per 1000 gallons: \$2.54	Rate per 1000 gallons: \$2.95
Lebanon Water Works Company	Monthly Meter Service Charge: \$94.08 (Twelve (12) meters @ \$7.84 per meter) Rate per 100 Cubic Feet: \$3.25 <i>Equivalent Rate per 1,000 gallons: \$4.3446</i>	No Change

1.b. A copy of the supplier's notice of the changed rates showing the effective date of the increases are attached as Exhibit B.

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	October 2021	through	September 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 Municipal Water & Sewer	3,579,300
Lebanon Water Works Company	514,066,134
TOTAL PURCHASES	517,645,434

4. Total sales for the 12 month period 400,423,297

5. Increased water cost \$1,467.52

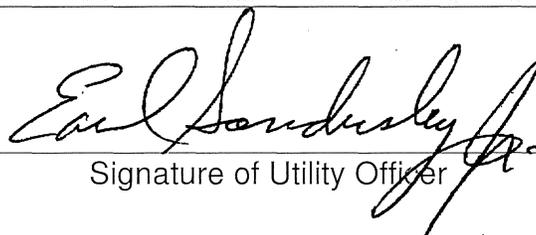
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.

6. Purchased water adjustment factor \$0.01

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. Revised tariff sheets must be attached showing the rate to be charged by the utility and the effective date of the increased rates.

7. Proposed effective date November 1, 2022



Signature of Utility Officer

Chairman

Title

Increased Water Cost Calculation:

Campbellsville Municipal Water & Sewer

$$(3,579.3 \times \$2.95) = \$10,558.94$$

$$(3,579.3 \times \$2.54) = \$9,091.42$$

$$\text{Increased Water Cost} = \$1,467.52$$

Purchased Water Adjustment Factor Calculation:

$$\text{Increased Water Cost} = \$1,467.52$$

$$\text{Total Gallons Sold} = 400,423,297$$

$$\$1,467.52 / 400,423,297 = \$0.0037 \text{ per 1000 Gallons}$$

$$= \$0.01 \text{ per 1000 Gallons}$$

June 10, 2022

Marion County Water District
C/O Toby Spalding
P.O. Box 528
Lebanon, KY 40033

RE: Proposed Water Rate Increase

Dear Mr. Spalding:

The Campbellsville Water & Sewer Committee met on May 11, 2022 and recommended to the Campbellsville City Council an increase in Marion County Water District's rate for water service from Campbellsville Water.

The Wholesale Water Rate for Marion County Water District will increase from \$2.54 per 1000 gallons to \$2.95 per 1,000 gallons.

The Campbellsville City Council held it First Reading of the proposed rate increase on Monday, May 16, 2022, and the Second Reading will be heard on Monday, June 20, 2022.

The proposed rate increase will be effective for water used on and after August 19, 2022.

Attached are the following documents, which contain the new rates, the proposed effective date, and other information, as required by the Public Service Commission.

- Customer Notice
- Revised Tariff Sheet
- Proposed Rate Ordinance being considered by the Campbellsville City Council

Sincerely,



Mayor Diane Ford-Benningfield

NOTICE

Notice is hereby given that Campbellsville Municipal Water & Sewer (Campbellsville Water) plans to file with the Public Service Commission on or before July 1, 2022 to increase its rates for wholesale water service to Marion County Water District effective for service on and after August 19, 2022. The proposed rates are as follows:

<u>Wholesale Water Rate</u>	<u>Current Rate</u>	<u>New Rate</u>	<u>Change (\$)</u>	<u>Change (%)</u>
Marion County Water District	\$2.54 per 1,000 gallons	\$2.95 per 1,000 gallons	\$0.41 per 1,000 gallons	16%

The rates contained in this notice are the rates proposed by Campbellsville Water but the Public Service Commission may order rates to be charged that differ from the proposed rates contained in this notice.

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

This filing may be examined at the offices of Campbellsville Water located at 110 S. Columbia Ave., Campbellsville, Kentucky 42718 or by contacting Will Reynolds at the same address as above or by phone at (270) 789-3133.

The filing may also be examined at the offices of the Public Service Commission 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>.

Comments regarding the filing may be submitted to the Public Service Commission through its website or by mail to Public Service Commission, Post Office Box 615, Frankfort, KY 40602.

Intervention by Marion County Water District 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, 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 prior to the effective date of the proposed rates, the Public Service Commission may take final action on the filing.

**STATEMENT OF WATER PURCHASED
MARION COUNTY WATER DISTRICT**

CAMPBELLSVILLE MUNICIPAL WATER & SEWER

Month	Usage/Gallons	Total Cost
October 2021	295,900	\$805.59
November	353,900	952.90
December	231,400	641.76
January	281,800	769.77
February	250,000	689.00
March	242,400	669.70
April	212,800	594.52
May	287,900	785.27
June	307,200	834.29
July	395,500	1,058.60
August	398,500	1,066.24
September 2022	322,000	871.91
TOTAL	3,579,300	\$9,739.55

LEBANON WATER WORKS COMPANY

Month	Usage/Gallons	Total Cost
October 2021	41,672,669	\$181,158.51
November	42,441,858	184,500.58
December	40,598,638	176,491.94
January	42,483,964	184,683.52
February	44,759,930	194,572.43
March	37,109,225	161,330.73
April	40,830,645	177,499.98
May	42,116,397	183,086.48
June 2022	47,839,428	207,952.56
July	51,234,172	222,702.45
August	43,616,870	189,605.88
September 2022	39,362,338	171,120.28
TOTAL	514,066,134	\$2,234,705.34

**STATEMENT OF WATER SOLD
MARION COUNTY WATER DISTRICT**

Month	Residential	Commercial	Other	Total Gallons Sold
October 2021	23,354,587	5,934,037	635,100	29,923,724
November	22,230,847	11,520,781	701,156	34,452,784
December	21,729,363	7,690,515	877,081	30,296,959
January	22,551,149	16,253,012	843,090	39,647,251
February	24,308,065	5,165,444	562,797	30,036,306
March	20,981,238	7,368,105	518,038	28,867,381
April	21,180,767	7,154,661	461,790	28,797,218
May	23,529,768	8,247,639	640,053	32,417,460
June	27,298,286	7,590,857	521,966	35,411,109
July	33,304,291	8,522,149	691,029	42,517,469
August	27,948,925	9,044,851	378,018	37,371,794
September 2022	24,633,199	5,569,931	480,712	30,683,842
TOTAL	293,050,485	100,061,982	7,310,830	400,423,297

LEGAL NOTICE REGARDING THE MARION COUNTY WATER DISTRICT

Notice is hereby given that because of an increase in the cost of water purchased from Campbellsville Municipal Water & Sewer, the Marion County Water District will increase its rates for services effective November 1, 2022. An application requesting the proposed rates was filed with the Kentucky Public Service Commission on October 14, 2022 to increase rates as follows:

	<u>Existing Rates</u>	<u>Proposed Rates</u>	<u>Increase (\$)</u>	<u>Increase (%)</u>
<u>Customer Charge (Minimum Bill)</u>				
5/8 Inch x 3/4 Inch Meter	\$8.85	\$8.85	NC	NC
1 Inch Meter	\$19.26	\$19.26	NC	NC
2 Inch Meter	\$30.53	\$30.53	NC	NC
3 Inch Meter	\$48.42	\$48.42	NC	NC
4 Inch Meter	\$76.80	\$76.80	NC	NC
6 Inch Meter	\$193.28	\$193.28	NC	NC
<u>Water Charge</u>				
All Usage, Per Gallon:	\$0.00818	\$0.00819	\$0.00001	0.12%

As noted above, based on the increased cost of water from Campbellsville Municipal Water & Sewer all rates will increase \$0.00001 per gallon. The monthly bill for an average residential customer using 3,976 gallons of water each month will increase from \$41.37 to \$41.41. This is an increase of \$0.04 or 0.10%.

The charges/rates contained in this notice are the charges/rates proposed by the Marion County Water District. However, the Public Service Commission may order charges/rates to be charged that differ from these proposed charges/rates. Such action may result in charges/rates for consumers other than the charges/rates detailed in this notice.

Any person may examine this application at the offices of the Marion County Water District office located at 1835 Campbellsville Road, Lebanon, KY 40033. In addition, any 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>. Any comments regarding the application may be submitted to the Public Service Commission through its website or by mail to Public Service Commission, Post Office Box 615, Frankfort, Kentucky 40602. The Public Service Commission can also be contacted at 502-564-3940.

This notice is published pursuant to 807 KAR 5:068 - Purchased Water Adjustment for Water Districts and Water Associations.

MARION COUNTY WATER DISTRICT
s/Earl Sandusky, Chairman

FOR ALL AREAS SERVED

P.S.C. KY. NO. 3

7th Revised SHEET NO. 1

CANCELLING P.S.C. KY. NO. 3

6th Revised SHEET NO. 1

Marion County Water District
(Name of Utility)

RATES & CHARGES

	RATE PER UNIT
Customer Charge, minimum bill	
5/8 Inch x 3/4 Inch Meter	\$8.85
1 Inch Meter	\$19.26
2 Inch Meter	\$30.53
3 Inch Meter	\$48.42
4 Inch Meter	\$76.80
6 Inch Meter	\$193.28
Water Charge	
All Usage, Per Gallon	\$0.00819 (I)
Meter Connections	
5/8 Inch x 3/4 Inch Meter	\$967.00
All Larger Meters	Actual Cost
Fire Hydrants (Non-Metered 6 Inch Connect), per month	\$7.50

DATE OF ISSUE October 14, 2022
Month / Date / Year

DATE EFFECTIVE November 1, 2022
Month / Date / Year

ISSUED BY _____
(Signature of Officer)

TITLE Chairman

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

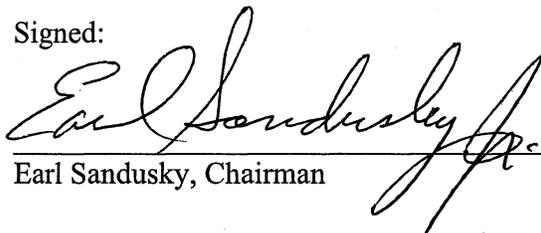
RESOLUTION OF AUTHORIZATION

The Marion County Water District hereby orders an increase in the District's rates for service pursuant to 807 KAR 5:068: Purchased Water Adjustment Regulation. This action is required due to an increase in the cost of water purchased from Campbellsville Municipal Water & Sewer effective on September 28, 2022. The terms of the rate increase shall be consistent with the District's application to the Public Service Commission to be submitted on or after October 14, 2022. The rates proposed therein shall become effective for service rendered on or after November 1, 2022.

Action herein ordered shall be duly recorded in the minutes of this public meeting of the Marion County Water District held on this 11th day of October, 2022.

Ordered this the 11th day of October, 2022.

Signed:



Earl Sandusky, Chairman

Attest:



Everett Thomas, Secretary