

**PURCHASED WATER ADJUSTMENT FOR
WATER DISTRICTS AND WATER ASSOCIATIONS
(807 KAR 5:068) Case No. 2025-00383**

Name of Utility	Cannonsburg Water District		
Date	December 1, 2025		
Address	1606 Cannonsburg Road		
City, State, Zip	Ashland,	Kentucky 41102	
Telephone Number	(606) 928-9808		
Email Address	tim@cannonsburgwater.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 Ashland, Ky	\$3.64 per 1,000 gallons	\$4.24 per 1,000 gallons	
1.b. A copy of the supplier's notice of the changed rate showing the effective date of the increase. - <u>On February 1, 2025, the Commission approved the current wholesale rate charged by Ashland as well as wholesale rates effective January 1, 2026, and January 1, 2027. Therefore, no separate Notice to Cannonsburg Water District was necessary, expected, or received. The letter approving these rates and the stamped tariff sheet bearing them is attached as Exhibit 1</u>			
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	November 2024	through	October 2025
	(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 Ashland, Kentucky	346,107,000
TOTAL PURCHASES	346,107,000
4. Total gallons sold for the 12 month period	301,545,000
5. Increased water cost	\$207,664.20
<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 2.</p>	
6. Purchased water adjustment factor	\$0.6887 which rounds to \$0.69 per thousand 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 3 .	
8. A copy of the resolution or other document of the utility's governing body authorizing the proposed rates is attached as Exhibit 4 .	
9. Proposed effective date	January 1, 2026
<p>Signature of Utility Officer</p> 	
Tim Webb, District Manager	

Exhibit 1

Andy Beshear
Governor

Rebecca W. Goodman
Secretary
Energy and Environment Cabinet



Commonwealth of Kentucky
Public Service Commission
211 Sower Blvd.
P.O. Box 615
Frankfort Kentucky 40602-0615
Telephone: (502) 564-3940
psc.ky.gov

Angie Hatton
Chair

Mary Pat Regan
Commissioner

John Will Stacy
Commissioner

January 24, 2025

Ashland Municipal Water System
Sturgill, Turner, Barker & Moloney
333 W. Vine St.
Suite 1500
Lexington, KY 40507

RE: Filing No. **TFS2024-00584**
Wholesale Water Rates Increase to Cannonsburg Water District and Big Sandy
Water District

Dear Ashland Municipal Water System:

The above referenced filing has been received and reviewed. An accepted copy is enclosed for your files. You may also use the following link to access documents related to this filing.

<https://psc.ky.gov/trf4/TRFListFilings.aspx?ID=TFS2024-00584>

Sincerely,

A handwritten signature in blue ink that reads "Linda C. Bridwell".

Linda C. Bridwell
Executive Director

FOR Boyd County, Kentucky
Area Served

P.S.C. KY. NO. 1

3rd Revised SHEET NO. 1

City of Ashland, Kentucky
(Name of Municipal Utility)

CANCELLING P.S.C. KY. NO.

2nd Revised SHEET NO. 1

RATES AND CHARGES

Monthly Wholesale Water Rate

Big Sandy Water District and Cannonsburg Water District

Effective as of the date below	\$3.64 Per 1,000 Gallons	(I)
Effective as of January 1, 2026	\$4.24 Per 1,000 Gallons	(I)
Effective as of January 1, 2027	\$4.76 Per 1,000 Gallons	(I)

DATE OF ISSUE 12/27/2024
Month / Date / Year

DATE EFFECTIVE 2/1/2025
Month / Date / Year

ISSUED BY Mark Hall
(Signature of Officer)

TITLE Director of Utilities

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. DATED

KENTUCKY
PUBLIC SERVICE COMMISSION

Linda C. Bridwell
Executive Director

Linda C. Bridwell

EFFECTIVE
2/1/2025
PURSUANT TO 807 KAR 5:011 SECTION 9 (1)

Exhibit 2

**Cannonsburg Water District
Sales
November 2024 – October 2025**

**Cannonsburg Water District
Purchases from Ashland
November 2024 – October 2025**

Month	Gallons Sold	Month	Gallons Purchased
November 2024	23,354,000	November 2024	26,636,000
December 2024	23,603,000	December 2024	26,900,000
January 2025	30,778,000	January 2025	35,123,000
February 2025	21,886,000	February 2025	27,213,000
March 2025	23,673,000	March 2025	26,851,000
April 2025	20,365,000	April 2025	24,353,000
May 2025	23,998,000	May 2025	27,471,000
June 2025	26,315,000	June 2025	28,964,000
July 2025	28,072,000	July 2025	31,339,000
August 2025	29,015,000	August 2025	33,319,000
September 2025	24,914,000	September 2025	28,898,000
October 2025	25,572,000	October 2025	29,040,000
Total	301,545,000	Total	346,107,000

November 2024 – October 2025 Purchased Water (per thousand gallons)

		Rate (per gallon)	Gallons Purchased	Total
Ashland, Ky	Prior Rate	\$ 0.00364	346,107,000	\$ 1,259,829.48
	New Rate	\$ 0.00424	346,107,000	\$ 1,467,493.68
		Difference		\$ 207,664.20

		<u>PWA Factor</u>	
Total Difference	\$ 207,664.20	= 0.0006887	per gallon
Total Sales	301,545,000	or	
		0.6887	per 1,000 gallons
	Rounded 0.69		per 1,000 gallons
		or	
		0.00069	per gallon

Increase on Average 3,382 Gallon Per Month User:

\$49.01 Current 3,382 gallon monthly bill
\$51.34 Revised 3,382 gallon monthly bill with PWA added
 \$ 2.33 per month increase to average user
 4.75% increase to average user

Exhibit 3

CUSTOMER NOTICE

Due to a rate increase from the city of Ashland, Kentucky, notice is hereby given that Cannonsburg Water District has filed an application for a Purchased Water Adjustment with the Kentucky Public Service Commission for adjusting its water rates. Case No. 2025-00383 has been assigned to the application. Customer rates will increase by \$0.69 per 1,000 gallons or \$0.00069 per gallon used. The proposed change will be effective for service rendered on and after January 1, 2026.

Monthly Water Rates

			<u>Existing Rate</u>	<u>Rate Adjustment</u>	<u>New Rate</u>	<u>Percent Increase</u>
<u>5/8 x 3/4-Inch Meter</u>						
First	2,000	Gallons (Minimum Bill)	\$ 31.98	\$ 1.38	Minimum Bill	\$ 33.36 4.32%
Next	3,000	Gallons	0.01232	0.00069	Per Gallon	0.01301 5.60
Next	15,000	Gallons	0.01141	0.00069	Per Gallon	0.01210 6.05
Next	30,000	Gallons	0.01061	0.00069	Per Gallon	0.01130 6.50
Next	50,000	Gallons	0.01018	0.00069	Per Gallon	0.01087 6.78
Over	100,000	Gallons	0.00906	0.00069	Per Gallon	0.00975 7.62
<u>1-Inch Meter</u>						
First	5,000	Gallons (Minimum Bill)	\$ 68.96	\$ 3.45	Minimum Bill	\$ 72.41 5.00 %
Next	15,000	Gallons	0.01141	0.00069	Per Gallon	0.01210 6.05
Next	30,000	Gallons	0.01061	0.00069	Per Gallon	0.01130 6.50
Next	50,000	Gallons	0.01018	0.00069	Per Gallon	0.01087 6.78
Over	100,000	Gallons	0.00906	0.00069	Per Gallon	0.00975 7.62
<u>2 & 3-Inch Meters</u>						
First	20,000	Gallons (Minimum Bill)	\$ 239.99	\$13.80	Minimum Bill	\$ 253.79 5.75 %
Next	30,000	Gallons	0.01061	0.00069	Per Gallon	0.01130 6.50
Next	50,000	Gallons	0.01018	0.00069	Per Gallon	0.01087 6.78
Over	100,000	Gallons	0.00906	0.00069	Per Gallon	0.00975 7.62

<u>Existing Rate</u>				<u>Rate Adjustment</u>	<u>New Rate</u>	<u>Percent Increase</u>
<u>6-Inch Meter</u>						
First	50,000	Gallons (Minimum Bill)	\$ 558.14	\$ 34.50	Minimum Bill \$ 592.64	6.18%
Next	50,000	Gallons	0.01018	0.00069	Per Gallon 0.01087	6.78
Over	100,000	Gallons	0.00906	0.00069	Per Gallon 0.00975	7.62
<u>12-Inch Meter</u>						
First	100,000	Gallons (Minimum Bill)	\$ 1,066.94	\$ 69.00	Minimum Bill \$ 1,135.94	6.47%
Over	100,000	Gallons	0.0906	0.00069	Per Gallon 0.00975	7.62
<u>Wholesale</u>						
Per Gallon			\$ 0.00649	\$ 0.00069	Per Gallon \$ 0.00718	10.63%
<u>Leak Adjustment</u>						
Per Gallon			\$ 0.00644	\$ 0.00069	Per Gallon \$ 0.00713	10.71%

The monthly bill for a residential customer using an average of 3,382 gallons per month will increase from \$49.01 to \$51.34 This is an increase of \$2.33 or 4.75 %.

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

Cannonsburg Water District has available for inspection at its office the application which it submitted to the Public Service Commission. Cannonsburg Water District's office is located at 1606 Cannonsburg Road, Ashland, Kentucky 41102. You may contact the office at 606-928-9808.

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>. You may contact the Public Service Commission at 502-564-3940.

Exhibit 4

RESOLUTION NO. 2025-11-01

**A RESOLUTION OF THE BOARD OF COMMISSIONERS OF
THE CANNONBURG WATER DISTRICT ADJUSTING
WATER RATES AND CHARGES TO OFFSET THE CITY
OF ASHLAND WHOLESALE RATE INCREASE**

WHEREAS, the City of Ashland (“Ashland”) is Cannonburg Water District’s (“District”) wholesale water provider;

WHEREAS, the Kentucky Public Service Commission (“PSC”) approved an increase in the wholesale rate for water sold by Ashland to the District effective as of January 1, 2026, and the new rate is \$4.24 per 1,000 gallons;

WHEREAS, based upon the water purchases from Ashland during the previous 12 months, the estimated annual increased cost to the District will be **\$207,664.20**;

WHEREAS, prudent financial management dictates that the District take immediate action to adjust its retail rates commensurate with Ashland’s wholesale 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 Ashland’s wholesale rate increase via a Purchased Water Adjustment (“PWA”).

NOW, THEREFORE, IT IS HEREBY RESOLVED BY THE BOARD OF COMMISSIONERS OF CANNONBURG 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 **\$0.69** per 1,000 gallons;

Section 3. All tiers of water usage set forth in the District's existing tariff shall be increased by **\$0.69** 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 January 1, 2026.

Section 5. The District Manager 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 District 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 CANNONSBURG WATER DISTRICT at a meeting held on November 26, 2025, signed by the Chairman, and attested by the Secretary.

Cannonsburg Water District



Robert McGuire, Chairman

ATTEST:



Pam VanHoose, Secretary

CERTIFICATION

I, Secretary of the Cannonsburg 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 November 26, 2025, signed by the Chairman of the Commission, attested by me as Secretary, and now in full force and effect.

WITNESS my hand this 26th day of November, 2025.



Pam VanHoose, Secretary

Rate Schedule
Cannonsburg Water District
Effective January 1, 2026

A. Monthly Water Rates

				<u>Existing Rate</u>	<u>Rate Adjustment</u>	<u>New Rate</u>	<u>Percent Increase</u>
<u>5/8 x 3/4-Inch Meter</u>							
First	2,000	Gallons (Minimum Bill)	\$	31.98	\$ 1.38	\$ 33.36	Minimum Bill 4.32 %
Next	3,000	Gallons		12.32	0.69	13.01	Per 1,000 Gallons 5.60
Next	15,000	Gallons		11.41	0.69	12.10	Per 1,000 Gallons 6.05
Next	30,000	Gallons		10.61	0.69	11.30	Per 1,000 Gallons 6.50
Next	50,000	Gallons		10.18	0.69	10.87	Per 1,000 Gallons 6.78
Over	100,000	Gallons		9.06	0.69	9.75	Per 1,000 Gallons 7.62
<u>1-Inch Meter</u>							
First	5,000	Gallons (Minimum Bill)	\$	68.96	\$ 3.45	\$ 72.41	Minimum Bill 5.00 %
Next	15,000	Gallons		11.41	0.69	12.10	Per 1,000 Gallons 6.05
Next	30,000	Gallons		10.61	0.69	11.30	Per 1,000 Gallons 6.50
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<u>2 & 3-Inch Meters</u>							
First	20,000	Gallons (Minimum Bill)	\$	239.99	\$13.80	\$ 253.79	Minimum Bill 5.75 %
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		<u>Existing Rate</u>	<u>Rate Adjustment</u>	<u>New Rate</u>	<u>Percent Increase</u>
<u>6-Inch Meter</u>					
First	50,000 Gallons (Minimum Bill)	\$ 558.14	\$ 34.50	\$ 592.64	Minimum Bill 6.18 %
Next	50,000 Gallons	10.18	0.69	10.87	Per 1,000 Gallons 6.78
Over	100,000 Gallons	9.06	0.69	9.75	Per 1,000 Gallons 7.62
<u>12-Inch Meter</u>					
First	100,000 Gallons (Minimum Bill)	\$1,066.94	\$ 69.00	\$ 1,135.94	Minimum Bill 6.47 %
Over	100,000 Gallons	9.06	0.69	9.75	Per 1,000 Gallons 7.62
B. Wholesale Customers					
All Customers	\$6.49 Per 1,000 Gallons		\$ 0.69	\$ 7.18	Per 1,000 Gallons 10.63%
C. Leak Adjustment Rate					
	\$ 6.44 Per 1,000 Gallons		\$ 0.69	\$ 7.13	Per 1,000 Gallons 10.71%

Rate Schedule
Cannonsburg Water District
Effective January 1, 2026

A. Monthly Water Rates

<u>Existing Rate</u>				<u>Rate</u> <u>Adjustment</u>	<u>New Rate</u>	<u>Percent</u> <u>Increase</u>
<u>5/8 x 3/4-Inch Meter</u>						
First	2,000	Gallons (Minimum Bill)	\$ 31.98	\$ 1.38	\$ 33.36	Minimum Bill 4.32 %
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			<u>Existing Rate</u>	<u>Rate Adjustment</u>	<u>New Rate</u>		<u>Percent Increase</u>
<u>6-Inch Meter</u>							
	First	50,000 Gallons (Minimum Bill)	\$ 558.14	\$ 34.50	\$ 592.64	Minimum Bill	6.18 %
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<u>12-Inch Meter</u>							
	First	100,000 Gallons (Minimum Bill)	\$1,066.94	\$ 69.00	\$ 1,135.94	Minimum Bill	6.47 %
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B. Wholesale Customers							
	All Customers	\$6.49 Per 1,000 Gallons		\$ 0.69	\$ 7.18	Per 1,000 Gallons	10.63%
C. Leak Adjustment Rate							
	\$ 6.44	Per 1,000 Gallons		\$ 0.69	\$ 7.13	Per 1,000 Gallons	10.71%