


PURCHASED WATER ADJUSTMENT FOR WATER DISTRICTS AND WATER ASSOCIATIONS (807 KAR 5:068)			
Name of Utility	South 641 Water District		
Date	December 1st, 2025		
Address	PO Box 126		
City, State, Zip	Hazel	KY 42049	
Telephone Number	270-492-8857		
Email Address	so641@wk.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	
City of Murray	3.23	3.55	
1.b. A copy of the supplier's notice of the changed rate showing the effective date of the increase is attached as Attachment 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	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 Murray	18,962,800
TOTAL PURCHASES	18,962,800
4. Total gallons sold for the 12-month period	13,787,664
5. Increased water cost	\$6,068.10
<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 Attachment B</p>	
6. Purchased water adjustment factor	0.32
<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 Attachment C	
8. A copy of the resolution or other document of the utility's governing body authorizing the proposed rates is attached as Attachment D	
9. Proposed effective date	January 1, 2026
	
Signature of Utility Officer	
Office Manager	
Title	

Attachment A

NOTICE

Murray Water & Sewer System hereby provides notice that it plans to file with the Public Service Commission on (November 19, 2025), to increase its wholesale water rate to Dexter-Almo Heights Water District and South 641 Water District. New rates are proposed to be implemented in ten incremental steps, the first to become effective for water service rendered on and after January 1, 2026 with a new rate to become effective each subsequent year as set forth below:

<u>Monthly Rate Per 1,000 Gallons</u>	<u>New Rate</u>	<u>Previous Rate</u>	<u>\$ Difference</u>	<u>% Difference</u>
Effective 01/01/2026	\$3.55	\$3.23	\$0.32	10%
Effective 01/01/2027	\$3.67	\$3.55	\$0.12	3.4%
Effective 01/01/2028	\$3.80	\$3.67	\$0.13	3.5%
Effective 01/01/2029	\$3.94	\$3.80	\$0.14	3.7%
Effective 01/01/2030	\$4.10	\$3.94	\$0.16	4%
Effective 01/01/2031	\$4.27	\$4.10	\$0.17	4.1%
Effective 01/01/2032	\$4.45	\$4.27	\$0.18	4.2%
Effective 01/01/2033	\$4.65	\$4.45	\$0.20	4.5%
Effective 01/01/2034	\$4.87	\$4.65	\$0.22	4.7%
Effective 01/01/2035	\$5.11	\$4.87	\$0.24	4.9%

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 Murray City Hall located at 500 Main Street in Murray, Kentucky; Monday – Friday from 7:30 am and 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 Murray Water & Sewer System, 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.

Attachment B

	New Rate	Base Rate
City of Murray		
Purchase in gallons	18,962,800	18,962,800
Volumetric Rate	3.55	3.23
Total	\$67,317.94	\$61,249.84

Increased Water Cost \$6,068.10

Increased Water Cost \$6,068.10
 Divided by gals. sold/1,000 18,962.0
 Purchased Water Adj. Factor \$ 0.320

Attachment C

Proposed New Rates Effective January 1, 2026

	<u>Current Rate</u>	<u>New Rate</u>	<u>% Increase</u>
First 2,000 gals	\$31.07	\$31.71	\$0.64 (2.05%)
Next 3,000 gals	0.01230 per gal	0.01262 per gal	\$0.00032 (2.60%)
Next 5,000 gals	0.01098 per gal	0.01130 per gal	\$0.00032 (2.90%)
Over 10,000 gals	0.00969 per gal	0.01001 per gal	\$0.00032 (3.30%)
Bulk Sales	0.00969 per gal	0.01001 per gal	\$0.00032 (3.30%)

Attachment D

RESOLUTION NO. 2025-11-26

**A RESOLUTION OF SOUTH 641 WATER DISTRICT
ADJUSTING ITS WATER RATES TO OFFSET THE CITY OF
MURRAY'S WHOLESALE RATE INCREASE**

WHEREAS the City of Murray supplies potable water to South 641 Water District on a wholesale basis

WHEREAS, on November 19, 2025, Murray filed an application with the PSC seeking to increase the wholesale water rate that Murray charges the District. Murray's application requested multiple step increases starting on January 1, 2026, and continuing each January 1 until January 1, 2035. (See PSC Case TFS2025-00515). Effective January 1, 2026, Murray's wholesale rate will increase from \$3.23 per 1,000 gallons to \$3.55 per 1,000 gallons.

WHEREAS, based upon the water purchases from the City of Murray during the period November 2024 through October 2025, the estimated annual increased cost to South 641 Water District will be **\$6,068.10**.

WHEREAS prudent financial management dictates that South 641 Water District take action to adjust its retail rates commensurate with the City of Murray's wholesale rate increase; and

WHEREAS KRS 278.015 and 807 KAR 5:068 provide the legal

mechanism for South 641 Water District to increase its water rates to commensurate with the City of Murray's wholesale rate increase via a Purchased Water Adjustment ("PWA")

NOW, THEREFORE, THE BOARD OF COMMISSIONERS OF SOUTH 641 WATER DISTRICT 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 **\$0.32** per 1,000 gallons

Section 3. All tiers of water usage and the wholesale water rate set forth in South 641 Water District's existing tariff shall be increased by **\$0.32** 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 South 641 Water District 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 January 1, 2026, upon PSC approval.

Section 5. The Chairman and the Office 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, Office Manager, and all appropriate South 641 Water District 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 SOUTH
641 WATER DISTRICT** at a meeting held on November 26, 2025,
signed by the Chairman, and attested by the Secretary.

ATTEST:

A handwritten signature in dark ink, appearing to read "Ray Wall", written over a horizontal line.

Chairman

A handwritten signature in dark ink, appearing to read "Ellen Balth", written over a horizontal line.

Secretary