

# WEST DAVIESS COUNTY WATER DISTRICT

3400 Bittel Rd.  
Owensboro, KY 42301  
Phone: (270) 685-5594  
Fax: (270) 683-6324

April 3, 2009

**RECEIVED**

APR 10 2009

**PUBLIC SERVICE  
COMMISSION**

To : Mr. Jeff Derouen  
Executive Director  
Public Service Commission  
211 Sower Blvd  
P.O. Box 615  
Frankfort, KY 40602

2009-00152

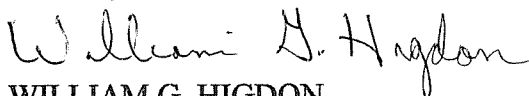
RE : Purchased Water Rate Adjustment

Mr. Derouen,

By letter dated March 16, 2009, we were notified that our wholesale supplier, Owensboro Municipal Utilities (OMU) will be increasing their rate charged to us from \$ 1.516 per 1,000 gallons to \$ 1.602 per 1,000 gallons effective June 1, 2009. As a result, we are submitting a purchased water adjustment to recover the additional water cost to the West Daviess County Water District. Page 1 and 2 is the application requested by the Public Service Commission for the rate adjustment. Page 3 and 4 is the revised tariff sheets which pertain to the rate increase. Exhibit A is the before mentioned letter from OMU. Exhibit B is our calculation of how the increase will affect the rates to our customers. Exhibit C is the newspaper notice notifying our customers of the purchased water adjustment submitted to the Public Service Commission to be included in our local newspaper within the next couple of days.

If there are any questions, please contact our office.

Sincerely,



WILLIAM G. HIGDON

Manager



2009-00152

RECEIVED

<b>PURCHASED WATER ADJUSTMENT FOR WATER DISTRICTS AND ASSOCIATIONS (807 KAR 5:068)</b>		APR 10 2009 PUBLIC SERVICE COMMISSION	
Name of Utility	WEST DAVIESS COUNTY WATER DISTRICT		
Date	4-3-09		
Address	3400 BITTEL RD		
City, State, Zip	OWENSBORO	KY 42301	
Telephone Number	270-685-5594		
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.			
<b>Supplier(s)</b>	<b>Base Rate</b>	<b>Changed Rate</b>	
OWENSBORO MUNICIPAL UTILITIES	\$ 1.516 PER 1,000 GALLONS	\$ 1.602 PER 1,000 GALLONS	
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	APRIL 2008	through	MARCH 2009
	(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.			

# WEST DAVIESS COUNTY WATER DISTRICT

3400 Bittel Rd.  
Owensboro, KY 42301

<b>Supplier(s)</b>	Phone: (270) 685-5594 Fax: (270) 683-6324	<b>Gallons Purchased during 12 month period</b>
OWENSBORO MUNICIPAL UTILITIES		423,450,300
<b>TOTAL PURCHASES</b>		423,450,300
4. Total sales for the 12 month period	377,010,730	
5. Increased water cost	\$ 36,416.73	
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.		
6. Purchased water adjustment factor	\$ .10 PER 1,000 GALLONS	
The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold.		
<p><b>Note:</b> 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.</p>		
7. Proposed effective date	JUNE 1, 2009	
		
Signature of Utility Officer		
		
Title		

FOR West Daviess County, Kentucky  
Community, Town or City

P.S.C. KY. NO. 1

Sheet NO. 1

West Daviess County Water District  
(Name of Utility)

CANCELLING P.S.C. KY. NO. 1

Sheet NO. 1

---

RATES AND CHARGES

---

A. MONTHLY RATES:

5/8" x 3/4" Meter

Customer Charge	\$ 1.49 Per Month
First 20,000 Gallons	3.44 Per 1,000 Gallons
Over 20,000 Gallons	2.67 Per 1,000 Gallons

1" Meter

Customer Charge	\$ 3.73 Per Month
First 20,000 Gallons	3.44 Per 1,000 Gallons
Over 20,000 Gallons	2.67 Per 1,000 Gallons

1 1/2" Meter

Customer Charge	\$ 7.46 Per Month
First 20,000 Gallons	3.44 Per 1,000 Gallons
Over 20,000 Gallons	2.67 Per 1,000 Gallons

2" Meter

Customer Charge	\$ 14.93 Per Month
First 20,000 Gallons	3.44 Per 1,000 Gallons
Over 20,000 Gallons	2.67 Per 1,000 Gallons

---

DATE OF ISSUE April 3, 2009  
Month / Date / Year

DATE EFFECTIVE June 1, 2009  
Month / Date / Year

ISSUED BY *AM Thompson*  
Signature of Officer

TITLE *Bob Chapman*

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

FOR West Daviess County, Kentucky  
Community, Town or City

P.S.C. KY. NO. 1

Sheet NO. 5

West Daviess County Water District  
(Name of Utility)

CANCELLING P.S.C. KY. NO. 1

Sheet NO. 5

---

RATES AND CHARGES

---

D. PURCHASED WATER RATES:

	<u>Rate</u>
Owensboro Municipal Utilities	\$ 1.602 per 1,000 Gallons

E. WHOLESALE WATER RATES:

	<u>Rate</u>
McLean County Water District	\$ 2.36 per 1,000 Gallons
Beech Grove Water Association	\$ 2.36 per 1,000 Gallons

---

DATE OF ISSUE April 3, 2009  
Month / Date / Year

DATE EFFECTIVE June 1, 2009  
Month / Date / Year

ISSUED BY *AM Thompson*  
Signature of Officer

TITLE *Ed Chairman*

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



EXHIBIT B

	Sales	Gallons Purchased
Apr 2008	27,080,810	29,049,200
May	30,114,690	37,014,900
Jun	37,372,800	43,644,000
Jul	37,050,520	45,309,200
Aug	39,779,000	40,014,500
Sep	39,230,640	43,517,900
Oct	33,310,810	33,665,200
Nov	27,106,980	28,956,300
Dec	27,476,310	31,767,200
Jan 2009	26,611,030	28,271,400
Feb	29,460,610	31,497,500
Mar	22,416,530	30,743,000
	<u>377,010,730</u>	<u>423,450,300</u>

	1.516	Base Rate
x	<u>1.057</u>	% increase
	1.602	Changed Rate

Cost at changed rate

$$423,450,300 \times 1.602 \text{ per 1,000 gallons} = \$ 678,367.38$$

Cost at base rate

$$423,450,300 \times 1.516 \text{ per 1,000 gallons} = \$ 641,950.65$$

$$\begin{array}{r} - - - - - \\ \$ 36,416.73 \end{array}$$

Proposed increase of water rates

$$\begin{array}{r} \$ 36,416.73 \quad / \quad 377,010,730 / 1000 \text{ gallons} \\ = \quad 0.10 \text{ per 1,000 gallons} \end{array}$$

EXHIBIT C

WEST DAVIESS COUNTY WATER  
DISTRICT RATE ADJUSTMENT  
INCREASE

In accordance with 807 KAR 5:068 and KRS 278:015, West Daviess County Water District has applied for approval from the Kentucky Public Service Commission for a rate increase of 10 cents per 1,000 gallons of water effective June 1, 2009. The rate increase reflects the additional cost of water purchased from Owensboro Municipal Utilities. The change in rates will increase the average residential customer's water bill of 5,700 gallons with a ¾ " meter from \$20.53 to \$21.10; an increase of 2.78%. The following rates are proposed:

First 20,000 gallons.....\$ 3.44

Per 1,000 gallons

Over 20,000 gallons.....\$ 2.67

Per 1,000 gallons

Sales to other water districts.....\$ 2.36

Per 1,000 gallons

Customer charge by meter size:

5/8" x 3/4" .....\$ 1.49 per month

1".....\$ 3.73 per month

1 1/2".....\$ 7.46 per month

2".....\$ 14.93 per month

WILLIAM G. HIGDON  
MANAGER