

Big Sandy Water District
18200 State Route 3
Catlettsburg, KY 41129
(606) 928-2075 or (800) 354-2933
Fax (606) 928-8454
bdistrict@windstream.net

RECEIVED

MAR 05 2010

PUBLIC SERVICE
COMMISSION

March 2, 2010

Mr. Jeff Derouen
Executive Director
Public Service Commission
211 Sower Blvd
PO Box 615
Frankfort, KY 40602

2010-00105

Dear Mr. Derouen

Big Sandy Water District has experienced a rate increase from one of our suppliers, Cannonsburg Water District, and we are asking approval to increase rates through the Purchase Water Adjustment (807 KAR 5:068) to our customers. As you can see from Exhibit D, we changed from \$2.32 per thousand to \$2.50 per thousand. A notice to our customers will be published in the Daily Independent. Our total expenses and revenue have been furnished to the PSC in our annual report. Enclosed are the original and ten copies of the applications, exhibits, and new tariff sheets. If you have any questions, please call (606) 928-2075.

Sincerely,



James H. Blanton
Manager

jb/mb

Purchased Water Adjustments for
Water District and Associations
(807KAR 5:068)

Big Sandy Water District
(Name of Utility)

March 2, 2010
(Date)

18200 State Route 3
(Address)

Catlettsburg, KY 41129
(City, State, Zip)

(606) 928-2075
(Telephone Number)

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
<u>City of Kenova</u>	<u>Exhibit A \$1.79</u>	<u>Same</u>
<u>Surcharge</u>	<u>\$.10</u>	<u>Same</u>
<u>City of Louisa</u>	<u>Exhibit B \$2.46</u>	<u>Same</u>
<u>Rattlesnake Ridge Water District</u>	<u>Exhibit C-See Exhibit</u>	<u>No Change</u>
<u>Cannonsburg Water District</u>	<u>Exhibit D-\$2.32</u>	<u>\$2.50</u>

1. b. A copy of the supplier's notice of the changed rate showing the effective date of the increase is attached as Exhibit D.
2. Twelve-month period upon which the purchase water adjustment is based. (This twelve-month period must end within 90 days of this filing).

From February 2009 through January 2010

(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 rates schedule, purchases for each month must be shown. Attach an additional sheet if necessary.

Supplier(s)	Gallons Purchased during 12 month period
<u>City of Louisa</u>	<u>78,601,000</u>
<u>City of Kenova</u>	<u>232,999,000</u>
<u>Rattlesnake Ridge Water District</u>	<u>4,506,640</u>
<u>Cannonsburg Water District</u>	<u>54,447,800</u>
Total Purchases	<u>370,554,440</u>

4. Total sales for the 12 month period 275,849,800
5. Increased water cost \$9800.60.

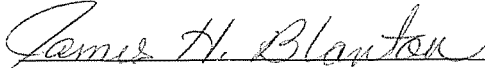
The increased water cost is the cost difference between purchases at the base (current) and purchases at new rate.

6. Purchased water adjustment factor 04 cents/thousand.

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 March 15, 2010.


(Signature of Utility Officer)
Manager
(Title)

AMENDMENT TO WATER PURCHASE CONTRACT

This Amendment to Water Purchase Contract, effective December 4, 2009, is entered into by and between the City of Kenova, West Virginia, a municipal corporation ("Kenova"), and the Big Sandy Water District ("Big Sandy").

1. **WHEREAS**, Kenova and Big Sandy entered into a Water Purchase Contract on or about February 22, 1982, which Contract has subsequently been amended from time to time;

2. **WHEREAS**, pursuant to Commission Order dated December 4, 2009, the West Virginia Public Service Commission required Kenova and Big Sandy to amend certain terms of that Water Purchase Contract and directed that these amendments supercede and replace all conflicting provisions of the original Water Purchase Contract and the subsequent amendments and addendums thereto;

NOW THEREFORE, in consideration of the foregoing, the parties agree to amend the said Water Purchase Contract as follows:

1. Kenova agrees to supply, to the best of its ability, the water required by Big Sandy for which Kenova will charge a flat rate of \$1.79 per 1,000 gallons of water, which Big Sandy agrees to pay until changed by agreement of the parties with approval by the Public Service Commission;

2. Big Sandy further agrees to purchase a minimum of 8 million gallons per month or make minimum payments based upon such minimum value at the rate of \$1.79 per 1,000 gallons of water;

3. Paragraph 13 is stricken from the Water Purchase Contract; and

All remaining terms and provisions of the original Water Purchase Contract and its subsequent addendums and amendments shall remain in full force and effect.

IN WITNESS WHEREOF, the parties, acting under authority of their respective governing bodies, have caused this Amendment to be duly executed this 18 day of January, 2010.

Attest:

Linda F. Myles

Seller: City of Kenova

By: Rickey W. Griffith
Rickey W. Griffith

Its Mayor

Attest:

Dain Doherty
Secretary
B S W.

Buyer: Big Sandy Water District

By: Paul S. Thomas
Its: ~~Chairman~~ Chairman

For Big Sandy Water District
Community, Town or City

P.S.C. NO. _____

4th Revision SHEET NO. _____ 1

City of Louisa, Kentucky
Name of Issuing Corporation

CANCELLING P.S.C. NO. _____

ORIGINAL SHEET NO. ONE

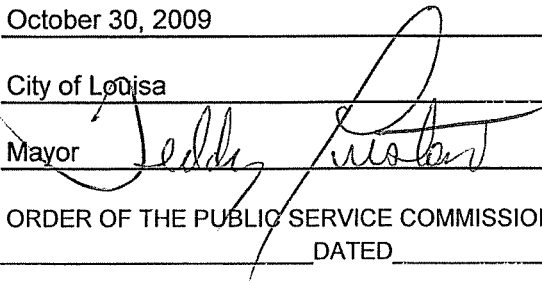
CLASSIFICATION OF SERVICE

	RATE PER UNIT
Wholesale rate to Big Sandy Water District; per 1,000 gallons	\$2.46

DATE OF ISSUE September 14, 2009

DATE EFFECTIVE October 30, 2009

ISSUED BY City of Louisa

TITLE Mayor 

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

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2008-00447 DATED APR 03 2009

The following rates are prescribed for the customers in the area served by the Rattlesnake Ridge Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

RATES AND CHARGES

5/8" x 3/4" Meter

First	1,000 gallons	\$	14.06 minimum bill
Next	4,000 gallons		8.89 per 1,000 gallons
Next	5,000 gallons		7.65 per 1,000 gallons
Next	10,000 gallons		6.53 per 1,000 gallons
Next	20,000 gallons		4.50 per 1,000 gallons
Over	40,000 gallons		3.49 per 1,000 gallons

3/4" Meter

First	5,000 gallons	\$	49.50 minimum bill
Next	5,000 gallons		7.65 per 1,000 gallons
Next	10,000 gallons		6.53 per 1,000 gallons
Next	20,000 gallons		4.50 per 1,000 gallons
Over	40,000 gallons		3.49 per 1,000 gallons

1" Meter

First	10,000 gallons	\$	87.75 minimum bill
Next	10,000 gallons		6.53 per 1,000 gallons
Next	20,000 gallons		4.50 per 1,000 gallons
Over	40,000 gallons		3.49 per 1,000 gallons

1 1/2" Meter

First	30,000 gallons	\$	196.88 minimum bill
Next	10,000 gallons		4.50 per 1,000 gallons
Over	40,000 gallons		3.49 per 1,000 gallons

Exhibit D

CANNONSBURG WATER DISTRICT~~1606 CANNONSBURG ROAD~~

ASHLAND, KY 41102

606-928-9808

FAX# 606-928-4788

February 25, 2010

Mr. Jimmy Blanton
Manager
Big Sandy Water District
18200 St Rt 3
Catlettsburg, KY 41129-9325

CORRECTED NOTICE!

RE: Wholesale Water Rate Adjustment for Big Sandy Water District

Dear Mr. Blanton;

We have received notification that the City of Ashland will increase our water rate by \$.12 cents per thousand. We will be passing this increase to our customers. Based on our contract for your water use, we will be increasing the per thousand gallon cost from \$2.32 to \$2.50 beginning April 2010 billing. (This is based on the PWA Purchased Water Adjustment according to the Public Service Commission. The PWA rate will be \$.18 cents.) We are submitting this notice simultaneously to the Ky Public Service Commission.

Enclosed is a copy of the letter from the City of Ashland.

Sincerely,



Danny R. Clarkston
Manager

DRC/sph
enclosures

Big Sandy Water District
18200 State Route 3
Catlettsburg, KY 41129
(606) 928-2075 or (800) 354-2933
Fax (606) 928-8454
bdistrict@windstream.net

March 2, 2010

Jimmy Taylor
Overland Development Co
18211 Valleyview Ct
Catlettsburg, KY 41129

Re: Water Rate

Dear Jimmy,

We have been notified by one of our suppliers, Cannonsburg Water District, that they are increasing our water rates by .18 cents per thousand gallons. We will be passing this increase to our customers. Based on our contract for your water use, we will be increasing the per thousand cost from \$1.79 to \$1.83 beginning with May 1, 2010 billing. The base amount of \$545.75 will remain same. We are submitting this notice simultaneously to the Kentucky Public Service Commission.

Enclosed is a copy of our documents from Cannonsburg Water District.

Sincerely,



James H. Blanton
Manager

Big Sandy Water District
18200 State Route 3
Catlettsburg, KY 41129
(606) 928-2075 or (800) 354-2933
Fax (606) 928-8454
bdistrict@windstream.net

March 2, 2010

Danny Clarkston
Cannonsburg Water District
1606 Cannonsburg Rd
Ashland, KY 41102

Re: Water Rate

Dear Danny,

We have been notified by one of our water suppliers, Cannonsburg Water District, that they are increasing our water rates by .18 cents per thousand gallons. We will be passing this increase to our customers. Based on our contract for your water use, we will be increasing the per thousand cost from \$2.45 to \$2.49 beginning with May 1, 2010 billing. We are submitting this notice simultaneously to the Kentucky Public Service Commission.

Enclosed is a copy of our letter from Cannonsburg Water District.

Sincerely,



James H. Blanton
Manager

Form for filing Rate Schedules

For Portions of Boyd, Carter, Johnson & Lawrence Co.
Community, Town, or City

P.S.C. KY. NO. 1

Big Sandy Water District
Name of Issuing Corporation

16th Revised
Cancelling P.S.C. KY NO.

Sheet No. 1
1

15th Revised

Sheet No. 1

Classification of Service

Rate
Per Unit

Residential Consumers

5/8 Inch x 3/4 Inch Meter

First	2,000 Gallons	(Minimum Bill)	\$17.30
Next	8,000 Gallons	per 1,000 Gallons	6.75
Next	20,000 Gallons	per 1,000 Gallons	5.62
Next	20,000 Gallons	per 1,000 Gallons	4.86
Over	50,000 Gallons	per 1,000 Gallons	4.10

Rates based on monthly consumption and calculated per 100 gallons

\$835.00 Connection Fee

Date of Issue _____

Date Effective 03/15/10

Issued By Paul E. Thomas
Signature of Officer

Title Chairman

Issued by authority of an Order of the Public Service Commission of Kentucky in
Case No. _____ dated _____.

Form for filing Rate Schedules

For Portions of Boyd, Carter, Johnson & Lawrence Co.
Community, Town, or City

P.S.C. KY. NO. 1

Big Sandy Water District
Name of Issuing Corporation

14th Revised
Cancelling P.S.C. KY NO.

Sheet No. 2
1

13th Revised

Sheet No. 2

Classification of Service

Rate
Per Unit

Commercial Consumers

1 Inch Meter

First	10,000 Gallons	(Minimum Bill)	\$71.30
Next	20,000 Gallons	per 1,000 Gallons	5.62
Next	20,000 Gallons	per 1,000 Gallons	4.86
Over	50,000 Gallons	per 1,000 Gallons	4.10

Rates based on monthly consumption and calculated per 100 gallons

Connection Fee shall be actual cost of installation

Date of Issue _____

Date Effective 03/15/10

Issued By Paul E. Thomas
Signature of Officer

Title Chairman

Issued by authority of an Order of the Public Service Commission of Kentucky in
Case No. _____ dated _____.

Form for filing Rate Schedules

For Portions of Boyd, Carter, Johnson & Lawrence Co.
Community, Town, or City

P.S.C. KY. NO. 1

Big Sandy Water District
Name of Issuing Corporation

13th Revised Sheet No. 3
Cancelling P.S.C. KY NO. 1

12th Revised Sheet No. 3

Classification of Service

Rate
Per Unit

Commercial Consumers

1 1/2 Inch Meter

First	30,000 Gallons	(Minimum Bill)	\$183.70
Next	20,000 Gallons	per 1,000 Gallons	4.86
Over	50,000 Gallons	per 1,000 Gallons	4.10

Rates based on monthly consumption and calculated per 100 gallons

Connection Fee shall be actual cost of installation

Date of Issue _____ Date Effective 03/15/10

Issued By Paul S. Thomas Title Chairman
Signature of Officer

Issued by authority of an Order of the Public Service Commission of Kentucky in
Case No. _____ dated _____.

Form for filing Rate Schedules

For Portions of Boyd, Carter, Johnson & Lawrence Co.
Community, Town, or City

P.S.C. KY. NO. 1

Big Sandy Water District
Name of Issuing Corporation

13th Revised
Cancelling P.S.C. KY NO.

Sheet No. 4
1

12th Revised

Sheet No. 4

Classification of Service

Rate
Per Unit

Commercial Consumers

2 Inch Meter

First	50,000 Gallons	(Minimum Bill)	\$280.90
Over	50,000 Gallons	per 1,000 Gallons	4.10

Rates based on monthly consumption and calculated per 100 gallons

Connection Fee shall be actual cost of installation

Date of Issue _____ Date Effective 03/15/10

Issued By Paul E. Thomas Title Chairman
Signature of Officer

Issued by authority of an Order of the Public Service Commission of Kentucky in
Case No. _____ dated _____.

Form for filing Rate Schedules

For Portions of Boyd, Carter, Johnson & Lawrence Co.
Community, Town, or City

P.S.C. KY. NO. 1

Big Sandy Water District
Name of Issuing Corporation

13th Revised
Cancelling P.S.C. KY NO.

Sheet No. 5
1

12th Revised

Sheet No. 5

Classification of Service

Rate
Per Unit

Commercial Consumers

3 Inch Meter

First	100,000 Gallons	(Minimum Bill)	\$485.90
Over	100,000 Gallons	per 1,000 Gallons	4.10

Rates based on monthly consumption and calculated per 100 gallons

Connection Fee shall be actual cost of installation

Date of Issue _____

Date Effective 03/15/10

Issued By Paul E. Thomas
Signature of Officer

Title Chairman

Issued by authority of an Order of the Public Service Commission of Kentucky in
Case No. _____ dated _____.

Form for filing Rate Schedules

For Portions of Boyd, Carter, Johnson & Lawrence Co.
Community, Town, or City

P.S.C. KY. NO. 1

Big Sandy Water District
Name of Issuing Corporation

13th Revised
Cancelling P.S.C. KY NO.

Sheet No. 6
1

12th Revised

Sheet No. 6

Classification of Service

Rate
Per Unit

Commercial Consumers

4 Inch Meter

First	200,000 Gallons	(Minimum Bill)	\$895.90
Over	200,000 Gallons	per 1,000 Gallons	4.10

Rates based on monthly consumption and calculated per 100 gallons

Connection Fee shall be actual cost of installation

Date of Issue _____ Date Effective 03/15/10

Issued By Paul E. Thomas Title Chairman
Signature of Officer

Issued by authority of an Order of the Public Service Commission of Kentucky in
Case No. _____ dated _____.

Form for filing Rate Schedules

For Portions of Boyd, Carter, Johnson & Lawrence Co.
Community, Town, or City

P.S.C. KY. NO. 1

5th Revised
Cancelling P.S.C. KY NO.

Sheet No. 7
1

Big Sandy Water District
Name of Issuing Corporation

4th Revised

Sheet No. 7

Classification of Service

Rate
Per Unit

Wholesale Consumer

Wholesale rate to Overland Development will be monthly service charge of \$545.75, plus \$1.83 per 1,000 gallons.

Rates based on monthly consumption and calculated per 100 gallons

Date of Issue _____

Date Effective 03/15/10

Issued By Paul S. Thomas
Signature of Officer

Title Chairman

Issued by authority of an Order of the Public Service Commission of Kentucky in
Case No. _____ dated _____.

Form for filing Rate Schedules

For Portions of Boyd, Carter, Johnson & Lawrence Co.
Community, Town, or City

P.S.C. KY. NO. 1

Big Sandy Water District
Name of Issuing Corporation

5th Revised
Cancelling P.S.C. KY NO.

Sheet No. 8
1

4th Revised

Sheet No. 8

Classification of Service

Rate
Per Unit

Wholesale Consumer

Wholesale rate to Cannonsburg Water District will be 2.49 per thousand gallons on all meters.

Rates based on monthly consumption and calculated per 100 gallons

Date of Issue _____

Date Effective 03/15/10

Issued By Paul E. Thomas
Signature of Officer

Title Chairman

Issued by authority of an Order of the Public Service Commission of Kentucky in
Case No. _____ dated _____.

Notice to all Big Sandy Water District Customers. Due to a rate increase from one of our suppliers, the following rates and charges are prescribed for customers of the Big Sandy Water District. All other rates and charges not specifically shall remain the same as those in effect under authority of commission prior to the effective date of this order.

Monthly Water Rates

<u>5/8 x 3/4 Inch Meter</u>		Rate
First	2,000	\$ 17.30 Minimum Bill
Next	8,000	6.75 Per 1,000 Gallons
Next	20,000	5.62 Per 1,000 Gallons
Next	20,000	4.86 Per 1,000 Gallons
Over	50,000	4.10 Per 1,000 Gallons
 <u>1 Inch Meter</u>		
First	10,000	\$ 71.30 Minimum Bill
Next	20,000	5.62 Per 1,000 Gallons
Next	20,000	4.86 Per 1,000 Gallons
Over	50,000	4.10 Per 1,000 Gallons
 <u>1 1/2 Inch Meter</u>		
First	30,000	\$183.70 Minimum Bill
Next	20,000	4.86 Per 1,000 Gallons
Over	50,000	4.10 Per 1,000 Gallons
 <u>2 Inch Meter</u>		
First	50,000	\$280.90 Minimum Bill
Over	50,000	4.10 Per 1,000 Gallons
 <u>3 Inch Meter</u>		
First	100,000	\$485.90 Minimum Bill
Over	100,000	4.10 Per 1,000 Gallons
 <u>4 Inch Meter</u>		
First	200,000	\$895.90 Minimum Bill
Over	200,000	4.10 Per 1,000 Gallons
 <u>Wholesale Rate</u>		
Cannonsburg Water District		\$ 2.49 Per 1,000 Gallons
Overland Development		\$545.75 Monthly Service Charge, plus \$1.83 per 1,000 Gallons

Appendix A

Appendix to an order of the Kentucky Public Service
Commission in Case No. Dated

The following rates and charges are prescribed for customers in the area served by Big Sandy Water District. All other rates and charges not specifically mentioned shall remain the same as those in effect under authority of Commission prior to the effective date of this Order.

Monthly Water Rates

5/8 x 3/4 Inch Meter

First	2,000	\$ 17.30 Minimum Bill
Next	8,000	6.75 Per 1,000 Gallons
Next	20,000	5.62 Per 1,000 Gallons
Next	20,000	4.86 Per 1,000 Gallons
Over	50,000	4.10 Per 1,000 Gallons

1 Inch Meter

First	10,000	\$ 71.30 Minimum Bill
Next	20,000	5.62 Per 1,000 Gallons
Next	20,000	4.86 Per 1,000 Gallons
Over	50,000	4.10 Per 1,000 Gallons

1 1/2 Inch Meter

First	30,000	\$183.70 Minimum Bill
Next	20,000	4.86 Per 1,000 Gallons
Over	50,000	4.10 Per 1,000 Gallons

2 Inch Meter

First	50,000	\$280.90 Minimum Bill
Over	50,000	4.10 Per 1,000 Gallons

3 Inch Meter

First	100,000	\$485.90 Minimum Bill
Over	100,000	4.10 Per 1,000 Gallons

4 Inch Meter

First	200,000	\$895.90 Minimum Bill
Over	200,000	4.10 Per 1,000 Gallons

Wholesale Rate

Cannonsburg Water District

\$ 2.49 Per 1,000 Gallons

Overland Development

\$545.75 Monthly Service Charge, plus \$1.83 per
thousand gallons

Cannonsburg				Rattlesnake Ridge			
Year	Month	Dollar Amount of Monthly Bill	Number of Gallons Purchased	Year	Month	Dollar Amount of Monthly Bill	Number of Gallons Purchased
2009	FEB	\$ 7,184.46	4,129,000	2009	FEB	\$ 1,376.66	371,760
2009	MAR	\$ 7,228.31	4,154,200	2009	MAR	\$ 1,329.93	310,650
2009	APR	\$ 8,762.41	3,776,900	2009	APR	\$ 1,672.10	405,840
2009	MAY	\$ 10,404.15	4,801,100	2009	MAY	\$ 2,040.33	508,280
2009	JUN	\$ 11,096.79	4,783,100	2009	JUN	\$ 1,698.20	413,100
2009	JUL	\$ 11,774.00	5,075,000	2009	JUL	\$ 1,327.29	309,920
2009	AUG	\$ 9,209.94	3,969,800	2009	AUG	\$ 1,631.26	394,480
2009	SEPT	\$ 9,151.01	3,944,400	2009	SEPT	\$ 1,664.88	403,830
2009	OCT	\$ 13,359.02	5,758,200	2009	OCT	\$ 1,093.82	244,970
2009	NOV	\$ 7,835.34	3,377,300	2009	NOV	\$ 1,415.16	334,360
2009	DEC	\$ 13,611.44	5,867,000	2009	DEC	\$ 1,742.02	425,290
2010	JAN	\$ 11,163.38	4,811,800	2010	JAN	\$ 1,594.17	384,160
	12 month total	\$ 120,780.25	54,447,800		12 month total	\$ 18,585.82	4,506,640
Kenova				Louisa			
Year	Month	Dollar Amount of Monthly Bill	Number of Gallons Purchased	Year	Month	Dollar Amount of Monthly Bill	Number of Gallons Purchased
2009	FEB	\$ 34,160.35	17,885,000	2009	FEB	\$ 14,249.21	6,149,900
2009	MAR	\$ 34,341.80	17,980,000	2009	MAR	\$ 14,187.95	6,115,500
2009	APR	\$ 39,311.62	20,582,000	2009	APR	\$ 14,293.52	6,161,000
2009	MAY	\$ 45,811.35	23,985,000	2009	MAY	\$ 16,525.58	7,123,100
2009	JUN	\$ 38,553.35	20,221,000	2009	JUN	\$ 16,565.73	7,140,400
2009	JUL	\$ 47,448.22	24,842,000	2009	JUL	\$ 16,163.68	6,967,100
2009	AUG	\$ 31,013.01	16,409,000	2009	AUG	\$ 14,237.15	6,136,700
2009	SEPT	\$ 27,953.10	14,790,000	2009	SEPT	\$ 14,912.73	6,427,900
2009	OCT	\$ 29,716.47	15,723,000	2009	OCT	\$ 16,330.71	6,638,500
2009	NOV	\$ 28,312.20	14,980,000	2009	NOV	\$ 14,712.27	5,980,600
2009	DEC	\$ 44,116.38	23,342,000	2009	DEC	\$ 17,882.23	7,269,200
2010	JAN	\$ 42,071.40	22,260,000	2010	JAN	\$ 15,968.10	6,491,100
	12 month total	\$ 442,809.25	232,999,000		12 month total	\$ 186,028.86	78,601,000