

RECEIVED  
MAY 28 2010  
PUBLIC SERVICE  
COMMISSION

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

2010-00213

Name of Utility	Morgan County Water District	
Date	05/26/2010	
Address	408 Prestonsburg Street	
City, State, Zip	West Liberty	Ky. 41472
Telephone Number	(606) 743-1204	

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.


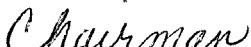
Supplier(s)	Base Rate	Changed Rate
West Liberty Waterworks	2.55 per 1000 gals	2.67 per 1000 gals
Cave Run Water Commission	2.20 per 1000 gals	2.20 per 1000 gals
No increase from Cave Run Water		

1.b. A copy of the supplier's notice of the changed rate showing the effective date of the increase is attached as Exhibit  
Effective date June 1, 2010

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	May 2009	through	April 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

Supplier(s)	Gallons Purchased during 12 month period
West Liberty Waterworks	104,642,000
Cave Run Water Commission	95,350,000
<b>TOTAL PURCHASES</b>	199,992,000
4. Total sales for the 12 month period	138,675,470
5. Increased water cost	12,557.04
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate. 12,557.04	
6. Purchased water adjustment factor	0.09 per 1000 gals
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	06/01/10
	
Signature of Utility Officer	
	
Title	

FOR Morgan County Water District  
Community, Town or City

P.S.C. KY. NO. \_\_\_\_\_

\_\_\_\_\_ SHEET NO. \_\_\_\_\_

MORGAN COUNTY WATER DISTRICT  
(Name of Utility)

CANCELLING P.S.C. KY. NO. \_\_\_\_\_

\_\_\_\_\_ SHEET NO. \_\_\_\_\_

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**Monthly Water Rates**

**5/8" x 3/4" Meter:**

First	2,000 gallons	\$ 20.59 minimum bill
Next	3,000 gallons	7.42 per 1,000 gallons
Next	5,000 gallons	6.82 per 1,000 gallons
Next	5,000 gallons	6.22 per 1,000 gallons
Over	15,000 gallons	5.62 per 1,000 gallons

**1" Meter:**

First	5,000 gallons	\$ 42.95 minimum bill
Next	5,000 gallons	6.82 per 1,000 gallons
Next	5,000 gallons	6.22 per 1,000 gallons
Over	15,000 gallons	5.62 per 1,000 gallons

**2" Meter:**

First	15,000 gallons	\$ 107.15 minimum bill
Over	15,000 gallons	5.62 per 1,000 gallons

**Wholesale Rates:**

City of Campton	\$ 2.94 per 1,000 gallons
City of Frenchburg	2.94 per 1,000 gallons

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DATE OF ISSUE June 1, 2010

Month / Date / Year

DATE EFFECTIVE June 1, 2010

Month / Date / Year

ISSUED BY 

(Signature of Officer)

TITLE Chairman

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. \_\_\_\_\_ DATED \_\_\_\_\_



565 Main Street  
West Liberty, Kentucky 41472

606-743-3330  
Fax 606-743-2202  
TDD 606-743-4385

April 27, 2010

Roy Collett, Chairman  
Morgan County Water District  
408 Prestonsburg Street  
West Liberty, KY 41472

RECEIVED  
MAY 28 2010  
PUBLIC HEALTH  
COMMISSION

Dear Mr. Collett,

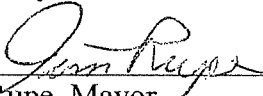
The West Liberty Water Works is again experiencing increasing costs for water treatment and distribution. The cost of utilities and chemicals for water treatment as well as everything else associated with water production has increased steadily since our last rate increase to the Morgan County Water District. We have also experienced several expensive disasters and we feel it will be necessary to increase all of our rates to cover our expenses. We will be raising the rate for the Morgan County Water District from \$2.55 per thousand to \$2.67 per thousand beginning June 1, 2010. Additionally we will increase from \$2.67 per thousand to \$2.79 per thousand beginning January 1, 2011.

We hope you find this rate acceptable and look forward to working with you in the future to deliver quality water to all of our customers. We feel that this increase should, along with an increase to our West Liberty customers, put the West Liberty Water Plant in better financial shape. The numerous emergencies that we have dealt with in the past several years have drained our operations financially.

Our water plant is still ranked in the top for the State in water quality and it is our desire to maintain this standard for the future.

If you have any questions or if you would like to discuss this matter feel free to contact us at any time.

Sincerely,

  
\_\_\_\_\_  
Jim Rupe, Mayor

Cc: Cindy Montgomery