

**EAST CLARK COUNTY WATER DISTRICT
P. O. BOX 112
WINCHESTER, KY 40392
(859) 745/1458**

October 7, 2010

Mr. Jeff Derouen
Executive Director
Public Service Commission
P.O. Box 615
Frankfort, KY 40602

RECEIVED

OCT 8 2010

PUBLIC SERVICE
COMMISSION

2010-00393

RE: PURCHASED WATER ADJUSTMENT

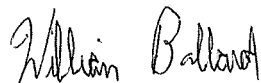
Dear Sir:

Enclosed please find the original and ten copies of the purchased water adjustment for the East Clark County Water District.

This adjustment is due to a rate increase from our suppliers, Winchester Municipal Utilities.

We appreciate your help with this matter.

Sincerely,



William Ballard, Manager
East Clark County Water District

RECEIVED

OCT 8 2010

PUBLIC SERVICE
COMMISSION

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

2010-00393

Name of Utility	East Clark County Water District	
Date	October 8, 2010	
Address	P.O.Box 112	
City, State, Zip	Winchester, KY.	40392
Telephone Number	(859) 745-1458	

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.

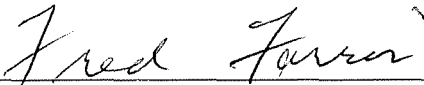
Supplier(s)	Base Rate	Changed Rate
Winchester Municipal Utilities	1.62 per 100 Cu. Ft.	1.72 per 100 Cu. Ft.
Kentucky American Water	2.45 per 100 Cu. Ft.	Unchanged

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

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	September 2009	through	August 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 rate schedule, purchases for each month must be shown. Attach an additional sheet if necessary.

Supplier(s)		Gallons Purchased during 12 month period
Winchester Municipal Utilities		138,019,464 Gallons
Kentucky American Water		160,820 Gallons
TOTAL PURCHASES		138,180,284 Gallons
4. Total sales for the 12 month period	109,359,900 Gallons	
5. Increased water cost	\$18,451.35	
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.		
6. Purchased water adjustment factor	.17 per 1000 Gallons	
The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold.		
<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. 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	October 25, 2010	
		
Signature of Utility Officer		
Chairman		
Title		

FOR East Clark County, Kentucky
Community, Town or City

P.S.C. KY. NO. 2

First Revised SHEET NO. 5

CANCELING P.S.C. KY. NO. 2

Original SHEET NO. 5

East Clark County Water District
(Name of Utility)

RATES AND CHARGES

A. MONTHLY RATES:

5/8" x 3/4" Meter

First 2,000 Gallons	\$25.48 Minimum Bill
Next 8,000 Gallons	10.49 Per 1,000 Gallons
Next 40,000 Gallons	9.27 Per 1,000 Gallons
Over 50,000 Gallons	8.05 Per 1,000 Gallons

1 Inch Meter

First 5,000 Gallons	\$56.95 Minimum Bill
Next 5,000 Gallons	10.49 Per 1,000 Gallons
Next 40,000 Gallons	9.27 Per 1,000 Gallons
Over 50,000 Gallons	8.05 Per 1,000 Gallons

1 1/2 Inch Meter

First 10,000 Gallons	\$109.40 Minimum Bill
Next 40,000 Gallons	9.27 Per 1,000 Gallons
Over 50,000 Gallons	8.05 Per 1,000 Gallons

DATE OF ISSUE October 8, 2010
Month / Date / Year

DATE EFFECTIVE October 25, 2010
Month / Date / Year

ISSUED BY Fred Farris
(Signature of Officer)

TITLE Chairman

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

FOR East Clark County, Kentucky
Community, Town or City

P.S.C. KY. NO. 2

Second Revised SHEET NO. 6

East Clark County Water District
(Name of Utility)

CANCELING P.S.C. KY. NO. 2

First Revised SHEET NO. 6

RATES AND CHARGES

2 Inch Meter

First 20,000 Gallons	\$202.10 Minimum Bill
Next 30,000 Gallons	9.27 Per 1,000 Gallons
Over 50,000 Gallons	8.05 Per 1,000 Gallons

3 Inch Meter

First 30,000 Gallons	\$294.80 Minimum Bill
Next 20,000 Gallons	9.27 Per 1,000 Gallons
Over 50,000 Gallons	8.05 Per 1,000 Gallons

4 Inch Meter

First 50,000 Gallons	\$480.20 Minimum Bill
Over 50,000 Gallons	8.05 Per 1,000 Gallons

Bulk Sales 6.25 per 1,000 gallons

DATE OF ISSUE October 8, 2010
Month / Date / Year

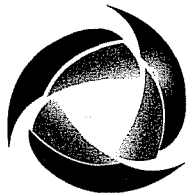
DATE EFFECTIVE October 25, 2010

ISSUED BY *Fred Farver*
Month / Date / Year
(Signature of Officer)

TITLE Chairman

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____



**Winchester
Municipal
Utilities**

*P.O. Box 4177, 150 N. Main Street
Winchester, KY 40392-4177
Phone: 859 744-5434
Fax: 859 745-4146*

August 20, 2009

HAND DELIVERED

Mr. Fred Farris, Chairman
East Clark County Water District
PO Box 112
Winchester, KY 40392

RE: Wholesale Rate Increase

Dear Chairman Farris:

On August 19, 2010 the Winchester Municipal Utilities Commission ("WMU") adopted a Resolution increasing the rate for providing wholesale water service to East Clark County Water District ("East Clark") from \$1.62 to \$1.72 per 100 cubic feet. The new wholesale water rate for East Clark will become effective as soon as it is approved by the Kentucky Public Service Commission ("PSC"), but not before October 5, 2010.

Enclosed are the following documents:

1. PSC Tariff Sheet showing the proposed rate; and
2. Notice that WMU will be filing the attached Tariff Sheet with the PSC and that East Clark will have 30 days thereafter to file a written objection with the PSC or to request to intervene in this matter.

As you may know, WMU recently engaged the services of HDR Engineering, Inc. to perform a comprehensive Cost-of-Service Study ("COSS") to determine the actual cost of providing wholesale water service to East Clark. The COSS determined that \$1.72 per 100 cubic feet is the appropriate wholesale rate to charge East Clark.

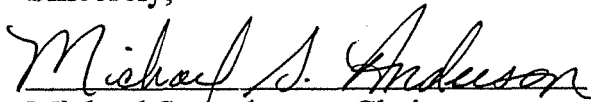


The proposed wholesale rate is a very modest increase of 10 cents per 100 cubic feet. This is only a 6.2% increase.

East Clark's wholesale rate has not been increased since 2006. WMU's operating expenses have increased significantly since then. Therefore, it is now necessary for WMU to adjust East Clark's wholesale rate.

It is my understanding that Mike Flynn of WMU has already discussed this matter with East Clark's Manager, William Ballard. If you have any additional questions or desire any additional information, however, please let us know.

Sincerely,

A handwritten signature in cursive script that reads "Michael S. Anderson". The signature is written in black ink and is positioned above the printed name.

Michael S. Anderson, Chairman
Winchester Municipal Utilities

NOTICE

Notice is hereby given that on or about August 30, 2010, the Winchester Municipal Utilities Commission (“WMU”) will file a proposed rate schedule with the Public Service Commission (“PSC”) which will increase by 6.2% the rate it currently charges to East Clark County Water District (“East Clark”) for wholesale water service. WMU proposes to charge the proposed rate for wholesale water service rendered on and after October 5, 2010. The current rate, proposed rate and the percentage increase are as follows:

RATE PER 100 CUBIC FEET

Current Rate	Proposed Rate	% Increase
\$ 1.62	\$ 1.72	6.2%

In addition, East Clark will also be charged an additional \$0.10 per 100 cubic feet for the Kentucky River Authority (“KRA”) Fee. The KRA Fee remains unchanged.

The rate contained in this Notice is the rate proposed by WMU. However, the PSC may order a rate to be charged that differs from the proposed rate contained in this Notice.

NOTICE OF RIGHT TO INTERVENE

East Clark and any corporation, association, or person with a substantial interest in this matter may, within thirty (30) days after receipt of this Notice, file a written request to intervene. Intervention may be granted beyond the thirty (30) day period for good cause shown. Any motion by East Clark or any other person desiring to intervene shall be submitted to the Public Service Commission, 211 Sower Blvd., PO Box 615, Frankfort, Kentucky 40602; Attn: Jeff Derouen, Executive Director (telephone 502-564-3940), and shall set forth the grounds for the request, including the status and interest of the party intervening.

Any person may examine and obtain copies of WMU's application and other filings at WMU's office located at 150 N. Main Street, Winchester, Kentucky (contact Mike Flynn at 859-744-5434) or at the PSC's offices at 211 Sower Boulevard, Frankfort, Kentucky (telephone 502-564-3940). The proposed rate schedule may also be viewed at the Public Service Commission's website at <http://psc.ky.gov/trf/trfmain.aspx>.

WINCHESTER MUNICIPAL UTILITIES
PO BOX 4177
150 N. MAIN STREET
WINCHESTER, KENTUCKY 40392
ATTN: MIKE FLYNN
TEL: 859-744-5434

FOR Winchester, KY
Community, Town or City

P.S.C. KY. NO. _____

1st Revised SHEET NO. 1

Winchester Municipal Utilities Commission
(Name of Utility)

CANCELLING P.S.C. KY. NO. _____

Original SHEET NO. 1

RATES & CHARGES

Wholesale Water Rate for East Clark County Water District

\$1.72 per 100 cubic feet

Surcharge: Kentucky River Authority Fee of \$0.10 per 100 cubic feet

DATE OF ISSUE August 19, 2010
Month / Date / Year

DATE EFFECTIVE October 5, 2010
Month / Date / Year

ISSUED BY Michael S. Anderson
(Signature of Officer)

TITLE Chairman

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

KENTUCKY PUBLIC SERVICE COMMISSION
JEFF R. DEROUEN EXECUTIVE DIRECTOR
TARIFF BRANCH <i>Brent Kirtley</i>
EFFECTIVE 10/5/2010 PURSUANT TO 807 KAR 5:011 SECTION 9 (1)

PWA for 2010

10/7/2010

Revised

ECTON

Reading

Reading

100 Cu. Ft.

KY River

Total

7/10/2009	25153	8/14/2009	32611	7458	\$12,081.96	\$745.80	\$12,827.76	9/12/2009
8/14/2009	32611	9/11/2009	39504	6893	\$11,166.66	\$689.30	\$11,855.96	10/12/2009
9/11/2009	39504	10/8/2009	45434	5930	\$9,606.60	\$593.00	\$10,199.60	11/12/2009
10/8/2009	45434	11/11/2009	52270	6836	\$11,074.32	\$478.52	\$11,552.84	12/12/2009
11/11/2009	52270	12/7/2009	58207	5937	\$9,617.94	\$415.59	\$10,033.53	1/12/2010
12/7/2009	58207	1/14/2010	66892	8685	\$14,069.70	\$607.95	\$14,677.65	2/12/2010
1/14/2010	66892	2/20/2010	75236	8344	\$13,517.28	\$584.08	\$14,101.36	3/12/2010
2/20/2010	75236	3/5/2010	78162	2926				
3/5/2010	0	3/9/2010	814	814	\$6,058.80	\$261.80	\$6,320.60	4/12/2010
3/9/2010	814	4/9/2010	6441	5627	\$9,115.74	\$393.89	\$9,509.63	5/12/2010
4/9/2010	6441	5/7/2010	14479	8038	\$13,021.56	\$562.66	\$13,584.22	6/12/2010
5/7/2010	14479	6/10/2010	25370	10891	\$17,643.42	\$762.37	\$18,405.79	7/12/2010
6/10/2010	25370	7/13/2010	36731	11361	\$18,404.82	\$795.27	\$19,200.09	8/12/2010

Combined Total

89740

\$ 145,378.80

Combined Average

\$ 1.62

Hughes

Reading

Reading

100 Cu. Ft.

KY River

Total

7/2/3446			3728					
	0	8/5/2009	13	295	\$477.90	\$29.50	\$507.40	9/5/2009
8/5/2009	13	8/31/2009	252	239	\$387.18	\$23.90	\$411.08	10/5/2009
8/31/2009	252	9/30/2009	473	221	\$358.02	\$22.10	\$380.12	11/5/2009
9/30/2009	473	11/4/2009	786	313	\$507.06	\$21.91	\$528.97	12/5/2009
11/4/2009	786	11/30/2009	999	213	\$345.06	\$14.91	\$359.97	1/5/2010
11/30/2009	999	12/30/2009	1108	109	\$176.58	\$7.63	\$184.21	2/5/2010
12/30/2009	1108	2/3/2010	1332	224	\$362.88	\$15.68	\$378.56	3/5/2010
2/3/2010	1332	2/26/2010	1465	133	\$215.46	\$9.31	\$224.77	4/5/2010
2/26/2010	1465	3/31/2010	1603	138	\$223.56	\$6.90	\$230.46	5/5/2010
3/31/2010	1603	4/29/2010	1721	118	\$191.16	\$8.26	\$199.42	6/5/2010
4/29/2010	1721	6/2/2010	1789	68	\$110.16	\$4.76	\$114.92	7/5/2010
6/2/2010	1789	6/29/2010	1793	4	\$6.48	\$0.28	\$6.76	8/5/2010

Combined Total

2075

\$ 3,361.50

Combined Average

\$ 1.62

Two Mile									
Reading		Reading	100 Cu. Ft.			KY River	Total		
7/2/2009	24537	8/5/2009	31002	6465		\$10,473.30	\$646.50	\$11,119.80	9/5/2009
8/5/2009	31002	8/31/2009	36117	5115		\$8,286.30	\$511.50	\$8,797.80	10/5/2009
8/31/2009	36117	9/30/2009	40797	4680		\$7,581.60	\$468.00	\$8,049.60	11/5/2009
9/30/2009	40797	11/4/2009	46494	5697		\$9,229.14	\$398.79	\$9,627.93	12/5/2009
11/4/2009	46494	11/30/2009	50362	3868		\$6,266.16	\$270.76	\$6,536.92	1/5/2010
11/30/2009	50362	12/30/2009	55829	5467		\$8,856.54	\$382.69	\$9,239.23	2/5/2010
12/30/2009	55829	2/3/2010	63007	7178		\$11,628.36	\$502.46	\$12,130.82	3/5/2010
2/3/2010	63007	2/26/2010	68023	5016		\$8,125.92	\$351.12	\$8,477.04	4/5/2010
2/26/2010	68023	3/31/2010	74915	6892		\$11,165.48	\$482.44	\$11,647.48	5/5/2010
3/31/2010	75143	4/29/2010	80949	5806		\$9,405.73	\$406.42	\$9,812.14	6/5/2010
4/29/2010	80949	6/2/2010	87689	6740		\$10,918.80	\$471.80	\$11,390.60	7/5/2010
6/2/2010	87689	6/29/2010	92166	4477		\$7,252.74	\$313.39	\$7,566.13	8/5/2010

Combined Total 67401 \$ 109,190.07
 Combined Average \$ 1.62

FLANAGAN									
Reading		Reading	100 Cu. Ft.			KY River	Total		
7/17/2009	25481	8/21/2009	26463	982		\$1,590.84	\$98.20	\$1,689.04	9/26/2009
8/21/2009	26463	9/23/2009	27395	932		\$1,509.84	\$93.20	\$1,603.04	10/26/2009
9/18/2009	27395	10/22/2009	28110	715		\$1,158.30	\$71.50	\$1,229.80	11/26/2009
10/22/2009	28110	11/18/2009	28752	642		\$1,040.04	\$44.94	\$1,084.98	12/26/2009
11/18/2009	28752	12/16/2009	29413	661		\$1,070.82	\$33.05	\$1,103.87	1/26/2010
12/16/2009	29413	1/21/2010	30360	947		\$1,534.14	\$66.29	\$1,600.43	2/26/2010
1/21/2010	30360	2/21/2010	31084	724		\$1,172.88	\$50.68	\$1,223.56	3/26/2010
2/21/2010	31084	3/22/2010	31762	678		\$1,098.36	\$47.46	\$1,145.82	4/26/2010
3/22/2010	31762	4/19/2010	32474	712		\$1,153.44	\$49.84	\$1,203.28	5/26/2010
4/19/2010	32474	5/20/2010	33299	825		\$1,336.50	\$57.75	\$1,394.25	6/26/2010
5/20/2010	33299	6/17/2010	34093	794		\$1,286.28	\$55.58	\$1,341.86	7/26/2010
6/17/2010	34093-3456	7/21/2010	0-399	872		\$1,412.64	\$61.04	\$1,473.68	8/26/2010

Combined Total 9484 \$ 15,364.08
 Combined Average \$ 1.62

ELKIN
Reading

Reading	Reading	100 Cu. Ft.		KY River	Total			
7/17/2009	18240	8/21/2009	18659	419	\$678.78	\$41.90	\$720.68	9/26/2009
8/21/2009	18659	9/18/2009	18985	326	\$528.12	\$32.60	\$560.72	10/26/2009
9/18/2009	18985	10/22/2009	19451	466	\$754.92	\$46.60	\$801.52	11/26/2009
10/22/2009	19451	11/18/2009	19832	381	\$617.22	\$26.67	\$643.89	12/26/2009
11/18/2009	19832	12/16/2009	20124	292	\$473.04	\$14.60	\$487.64	1/26/2010
12/16/2009	20124	1/21/2010	20511	387	\$626.94	\$27.09	\$654.03	2/26/2010
1/21/2010	20511	2/21/2010	20856	345	\$558.90	\$24.15	\$583.05	3/26/2010
2/21/2010	20856	3/22/2010	21185	329	\$532.98	\$23.03	\$556.01	4/26/2010
3/22/2010	21185-2134	4/21/2010	0-168	366	\$592.92	\$25.62	\$618.54	5/26/2010
4/21/2010	168	5/20/2010	499	331	\$536.22	\$23.17	\$559.39	6/26/2010
5/20/2010	499	6/17/2010	871	372	\$602.64	\$26.04	\$628.68	7/26/2010
6/17/2010	871	7/21/2010	1345	474	\$767.88	\$33.18	\$801.06	8/26/2010

Combined Total 4488 \$ 7,270.56
 Combined Average \$ 1.62

PARIS RD.
Reading

Reading	Reading	100 Cu. Ft.		KY River	Total			
7/10/2009	34943	8/13/2009	36114	1171	\$1,897.02	\$117.10	\$2,014.12	9/12/2009
8/13/2009	36114	9/14/2009	37376	1262	\$2,044.44	\$126.20	\$2,170.64	10/12/2009
9/14/2009	37376	10/9/2009	38218	842	\$1,364.04	\$84.20	\$1,448.24	11/12/2009
10/9/2009	38218	11/12/2009	39295	1077	\$1,744.74	\$75.39	\$1,820.13	12/12/2009
11/12/2009	39295	12/7/2009	40045	750	\$1,215.00	\$52.50	\$1,267.50	1/12/2010
12/7/2009	40045	1/14/2010	41198	1153	\$1,867.86	\$80.71	\$1,948.57	2/12/2010
1/14/2010	41198	2/20/2010	42038	840	\$1,360.80	\$58.80	\$1,419.60	3/12/2010
2/20/2010	42038	3/9/2010	42534	496	\$803.52	\$34.72	\$838.24	4/12/2010
3/9/2010	42534	4/9/2010	43404	870	\$1,409.40	\$60.90	\$1,470.30	5/12/2010
4/9/2010	43404	5/7/2010	44185	781	\$1,265.22	\$54.67	\$1,319.89	6/12/2010
5/7/2010	44185	6/11/2010	45247	1062	\$1,720.44	\$74.34	\$1,794.78	7/12/2010
6/11/2010	45247	7/14/2010	46273	1026	\$1,662.12	\$71.82	\$1,733.94	8/12/2010

Combined Total 11330 \$ 18,354.60
 Combined Average \$ 1.62

FORD		Water purchased from KY-AMERICAN WATER			KY River	Total			
Reading	Reading	Reading	100 Cu. Ft.						
8/17/2009	225	9/16/2009	245	20	\$49.03	\$1.19	\$101.74		9
9/16/2009	245	10/15/2009	298	53	\$130.01	\$3.15	\$192.14	11/3/2009	10
10/15/2009	298	11/13/2009	316	18	\$44.15	\$1.07	\$96.26	12/1/2009	11
11/13/2009	316	12/16/2010	334	18	\$44.15	\$1.07	\$96.26		12
12/16/2009	334	1/18/2010	353	19	\$46.61	\$1.13	\$99.00	2/3/2010	1
1/18/2010	353	2/16/2010	363	10	\$24.53	\$0.59	\$74.33		2
2/16/2010	363	3/16/2010	368	5	\$12.27	\$0.30	\$60.66	4/5/2010	3
3/16/2010	368	4/19/2010	377	9	\$22.08	\$0.58	\$71.65		4
4/19/2010	377	5/18/2010	385	8	\$19.62	\$0.51	\$68.89	6/2/2010	5
5/18/2010	385	6/15/2010	394	16	\$39.25	\$1.03	\$90.87	7/5/2010	6
6/15/2010	394	7/1/2010							7
	7	7/16/2010	23	16	\$39.25	\$1.03	\$90.87		7
7/16/2010	23	8/18/2010	46	23	\$56.42	\$1.48	\$110.08	9/6/2010	8

Combined Total 215 \$527.37
 Combined Average \$2.45

		100 Cu. Ft.	
Combined Total	Ecton	89740	\$ 145,378.80
Combined Total	Hughes	2075	\$ 3,361.50
Combined Total	Two Mile	67401	\$ 109,190.07
Combined Total	Flanagan	9484	\$ 15,364.08
Combined Total	Elkin	4488	\$ 7,270.56
Combined Total	Paris	11330	\$ 18,354.60
Combined Total	FORD	215	\$527.37
	TOTAL	184733	\$ 299,446.98
	Average		\$ 1.62

138,180,284 gallons purchased

Loading Stations Gallons Sold
Sales Analysis

8	31,200	9,512,300					
9	54,800	10,723,400					
10	30,300	7,635,800					
11	34,700	7,933,500			138,019,464	Purchased	
12	38,200	8,382,600			109,359,900	sold	
1	35,200	9,248,000			28,659,564	unaccounted	
2	23,300	8,907,000					
3	38,200	7,658,800			0.2076		
4	60,000	9,014,500					
5	43,300	8,728,900			15	20,702,920	allowed
6	69,600	11,472,700					
7	49,600	9,634,000			138,019,464	28,659,564	
Total	508,400	108,851,500			7,956,644	20,702,920	

ALLOWABLE

130,062,820 7,956,644

	100 Cu.Ft.	Gallons	\$ per 100cu					
Water purchased last 12 Months	184,733	138,180,284	\$1.62	\$299,446.98	173881	130,062,820	\$1.62	\$281,686.86
	184,733	138,180,284	\$1.72	\$317,740.76	173881	130,062,820	\$1.72	\$299,074.93

Increased cost would be \$18,293.78 \$17,388.08

Purchased water adjustment is obtained by dividing the increased cost of water by the total gallons sold.

Gallons Sold 109,359,900
109,360

Increased cost would be \$0.1673 \$0.1590

Increase needed **\$0.17** **\$0.16**