

RECEIVED

MAR 30 2012

PUBLIC SERVICE  
COMMISSION

**WHITLEY COUNTY WATER DISTRICT NO. 1**

19 S. HWY 25W  
WILLIAMSBURG, KY 40769  
606-549-3600

March 30, 2012

Commonwealth of Kentucky  
Public Service Commission  
Tariff Review Branch  
P. O. Box 615  
Frankfort, Kentucky 40602

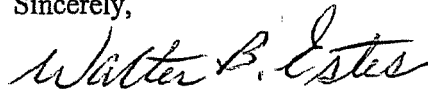
RE: Purchase Water Adjustment Request

Dear Sirs:

Transmitted herewith is a request pursuant to Regulation 807 KAR 5:068 to adjust the District's rates to cover the recent rate increase imposed by one of our suppliers the City of Williamsburg. The City of Williamsburg has notified the District that it is raising our purchase rate from \$2.20/1,000 gallons to \$2.50/1,000 gallons and the resulting purchased water adjustment factor is 0.017 cent per gallon.

If there are any questions please contact either the District or our engineer, Ken Taylor , PE with Kenvirons, Inc. at 502 695 4357.

Sincerely,



Walter B. Estes  
Chairman

Attachments

FOR entire service area  
Community, Town or City

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

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

Whitley County Water District No. 1  
(Name of Utility)

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

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

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RATES AND CHARGES

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Monthly Water Rates Comparison

	<u>Current</u>	<u>Proposed</u>	
First 1,000 gallons	\$19.18	\$19.35	Minimum bill
Next 4,000 gallons	\$6.64	\$6.81	per 1,000 gallons
Next 95,000 gallons	\$6.22	\$6.39	per 1,000 gallons
All Over 100,000 gallons	\$5.67	\$5.84	per 1,000 gallons

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DATE OF ISSUE March 30, 2012  
Month / Date / Year

DATE EFFECTIVE May 1, 2012

ISSUED BY *Walter B. Estes*  
Month / Date / Year  
(Signature of Officer)

TITLE Chairman

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION OF KENTUCKY

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

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

Name of Utility	Whitley County Water District No. 1	
Date	March 28, 2012	
Address	19 S. Hwy 25W	
City, State, Zip	Williamsburg, KY 40769	
Telephone Number	606-549-3600	

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.

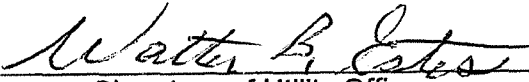
Supplier(s)	Base Rate	Changed Rate
Williamsburg	2.20/1,000	2.50/1,000
Corbin	2.20/1,000	
McCreary Co. W. D.	3.40/1,000	
City of Jellico, TN	4.75/1,000	

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

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	March 2011	through	February 2012
	(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
Williamsburg	96,322,000
Corbin	79,601,000
McCreary	4,805,800
Jellico	37,537,600
<b>TOTAL PURCHASES</b>	<b>218,266,400</b>
4. Total sales for the 12 month period	
	170,766,800
5. Increased water cost	
	$96,322(2.50-2.20) = \$28,897$
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.	
6. Purchased water adjustment factor	
	$28,897/170,766,800 = \$0.17/1,000 \text{ gal.}$
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	
	May 1, 2012
 Signature of Utility Officer	
Chairman	
Title	

# CITY OF WILLIAMSBURG

## CITY COUNCIL

Richard Foley  
Erica Harris  
Chet Riley  
Mary Ann Standell  
Laurel West  
Troy Sharp

## MAYOR RODDY HARRISON

P.O. Box 119  
Williamsburg, Kentucky 40769  
Telephone: (606) 549-6033 Fax: (606) 549-6080

## CITY CLERK

Patricia Black

## CITY ATTORNEY

Debra Price

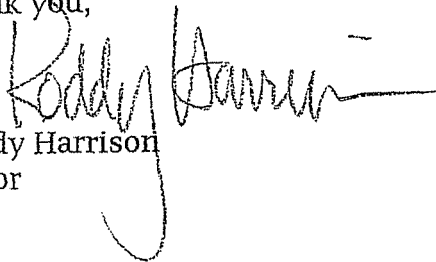
January 4, 2012

Dear Whitley County Water District,

This letter is to inform you that the billing on February 6, 2012 will reflect an increase of .30 cents on each thousand gallons.

New price is \$2.50 per thousand gallons.

Thank you,

  
Roddy Harrison  
Mayor



Whitley County Water District  
19 South Highway 25W  
Williamsburg, Kentucky 40769  
606-549-3600

Jeff Derouen  
Public Service Commission  
211 Sower Boulevard  
Frankfort, KY 40601

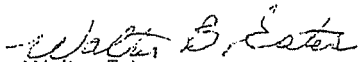
Mr. Derouen,

This letter is to inform you that the Board of Commissioner's of the Whitley County Water District has agreed to pay the water rate of \$2.50 per thousand gallons from the City of Williamsburg at the January 26, 2012 Board meeting.

Whitley County Water District does not object to the rate being placed into effect immediately and waives the right to a hearing regarding the rate or amendment to the existing contract with the City of Williamsburg.

Please contact the Water District if any further information is needed.

Thank you,

  
Walter Estes

Chairman  
Whitley County Water District

**PUBLIC NOTICE  
WHITLEY COUNTY WATER DISTRICT NO. 1  
PURCHASED WATER ADJUSTMENT**

Due to an increase in the wholesale rate for water purchased from the City of Williamsburg, the Whitley County Water District No. 1 has applied to the Kentucky Public Service Commission for a rate increase to cover its increased costs. The rates contained herein are the rates proposed by Whitley County Water District No. 1, however the Public Service Commission may order rates to be charged that are higher or lower than the rates proposed in this notice. Any corporation, association, body public or person may request leave to intervene by motion within thirty (30) days after notice of the proposed rates change is given. A motion to intervene shall be in writing, shall be submitted to the Executive Director, Kentucky Public Service Commission, 211 Sower Boulevard, P. O. Box 615, Frankfort, KY 40602, and shall set forth the grounds for the motion including the status and interest of the party. Copies of the application may be obtained at no charge from the Whitley County Water District No. 1 at 19 South Highway 25W, Williamsburg, KY 40769.

**MONTHLY WATER RATES**

	OLD RATE	NEW RATE
First 1,000 gallons	\$19.18	\$19.35 (minimum bill)
Next 5,000 gallons	6.64	6.81 per 1,000 gallons
Next 95,000 gallons	6.22	6.39 per 1,000 gallons
All over 10,000 gallons	5.67	5.84 per 1,000 gallons

The proposed rates are scheduled to go into effect with the first billing following May 1, 2012. The proposed rate increase will compensate for the higher wholesale purchase water allowed the City of Williamsburg by the Public Service Commission.