

Western Pulaski County Water District
1059 W. Hwy 80
Somerset, KY 42503
606-679-1569
Fax 606-677-9449

"This institution is an equal opportunity provider, and employer."

June 19, 2012

Mrs. Linda Faulkner
Executive Director
KY Public Service Commission
PO Box 615
Frankfort, Kentucky 40602

RECEIVED

JUN 21 2012

PUBLIC SERVICE
COMMISSION

RE: Case No. 2012-00238
Filing Deficiencies

Dear Mrs. Faulkner:

In response to the above-referenced filing deficiency case, we offer the following and enclosed ten (10) copies of information and supporting documentation:

- Exhibit A – REVISED Purchase Water Rate Adjustment Form & Calculation of the PWA Factor
- Exhibit A.1 – Statement of twelve month period of total gallons of water sales and water purchased from June 2011 through May 2012.
- Exhibit B – REVISED Notice to Customers
- Exhibit C – REVISED Proposed Tariff Sheet – Monthly Water Rates
- Exhibit D – REVISED Proposed Tariff Sheet – Purchased Water Rates
- Exhibit E – Notification Letter from the City of Somerset
- Exhibit E.1 – NOTICE from the City of Somerset
- Exhibit F – Resolution of the water district to increase the water service rates to recover the increase cost of purchased water effective August 1, 2012.

The REVISED Notice to Customers will be published in accordance with Commission regulations and verification of its publication will be provided to the Commission.

Should you have any questions please contact Deron S. Byrne at (502) 839-1310, as he is handling this matter.

Sincerely,


Den Calder, Chairman

DC/dsb

Enclosures

RECEIVED

JUN 21 2012

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

Name of Utility	WESTERN PULASKI COUNTY WATER DISTRICT	
Date		
Address	1059 WEST HIGHWAY 80	
City, State, Zip	SOMERSET, KENTUCKY	42503
Telephone Number	606-679-1569	

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.

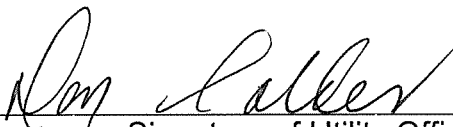
Supplier(s)	Base Rate	Changed Rate
CITY OF SOMERSET	\$2.00/1,000 Gallons	\$2.50/1,000 Gallons

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

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	June 2011	through	May 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
CITY OF SOMERSET	574,457,500
TOTAL PURCHASES	574,457,500
4. Total sales for the 12 month period	351,493,247
5. Increased water cost	\$287,228.75
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.	
6. Purchased water adjustment factor	\$0.82
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	August 1, 2012
	
Signature of Utility Officer	
Chairman	
Title	

**WESTERN PULASKI COUNTY WATER DISTRICT
CALCULATION of PWA FACTOR**

Increased Water Cost Calculation:	$574,457.5 * \$2.50 = \$1,436,143.75$
	$574,457.5 * \$2.00 = \$1,148,915.00$
	<hr/>
Increased Water Cost =	\$ 287,228.75

Purchased Water Adjustment Factor Calculation:

Increased Cost of Water =	\$ 287,228.75
Total Gallons Sold =	351,493,247

PWA FACTOR: $\$287,228.75/351,493.247 = \$0.82/1,000$ Gallons

**STATEMENT OF WATER SOLD & PURCHASED
WESTERN PULASKI COUNTY WATER DISTRICT**

WESTERN PULASKI COUNTY WATER DISTRICT

Month	Total Gallons Sold
JUNE 2011	32,387,005
JULY	35,431,771
AUGUST	37,125,777
SEPTEMBER	36,468,585
OCTOBER	28,159,346
NOVEMBER	25,545,702
DECEMBER	24,948,298
JANUARY 2012	25,980,286
FEBRUARY	24,644,805
MARCH	23,984,412
APRIL	27,829,234
MAY	28,988,026
TOTAL	351,493,247

CITY OF SOMERSET WATER/WASTE WATER DEPARTMENT

Month	Total Gallons Purchased
JUNE 2011	55,728,600
JULY	52,221,200
AUGUST	54,514,000
SEPTEMBER	51,126,800
OCTOBER	43,954,300
NOVEMBER	52,885,800
DECEMBER	45,848,500
JANUARY 2012	49,205,900
FEBRUARY	37,802,600
MARCH	41,319,800
APRIL	40,824,900
MAY	49,025,100
TOTAL	574,457,500

LEGAL NOTICE REGARDING WESTERN PULASKI COUNTY WATER DISTRICT

Notice is hereby given that because of an increase in the cost of water purchased from the City of Somerset, the Western Pulaski County Water District will increase its rates for services rendered on and after August 1, 2012. An application has been filed with the Kentucky Public Service Commission to increase rates as follows:

	<u>Existing Rates</u>	<u>Proposed Rates</u>
<u>5/8 x 3/4Inch Meter</u>		
First 2,000 gallons	\$12.70 Minimum Bill	\$14.34 Minimum Bill
Over 2,000 gallons	\$5.00 per 1,000 gallons	\$5.82 per 1,000 gallons
<u>1 Inch Meter</u>		
First 10,000 gallons	\$52.70 Minimum Bill	\$60.90 Minimum Bill
Over 10,000 gallons	\$5.00 per 1,000 gallons	\$5.82 per 1,000 gallons
<u>1- 1/2 Inch Meter</u>		
First 15,000 gallons	\$77.70 Minimum Bill	\$90.00 Minimum Bill
Over 15,000 gallons	\$5.00 per 1,000 gallons	\$5.82 per 1,000 gallons
<u>2 Inch Meter</u>		
First 20,000 gallons	\$102.70 Minimum Bill	\$119.10 Minimum Bill
Over 20,000 gallons	\$5.00 per 1,000 gallons	\$5.82 per 1,000 gallons
<u>3 Inch Meter</u>		
First 30,000 gallons	\$152.70 Minimum Bill	\$177.30 Minimum Bill
Over 30,000 gallons	\$5.00 per 1,000 gallons	\$5.84 per 1,000 gallons

As noted above, based on the increased cost of water from the City of Somerset all rates will increase \$0.82 per 1,000 gallons.

The charges/rates contained in this notice are the charges/rates proposed by the Western Pulaski County Water District. However, the Public Service Commission may order charges/rates to be charged that differ from these proposed charges/rates. Such action may result in charges/rates for consumers other than the charges/rates in this notice.

Any corporation, association, body politic, or person may, by motion within thirty (30) days after publication of this fee change, request leave to intervene; and the motion shall be submitted to the Public Service Commission, 211 Sower Boulevard, Post Office Box 615, Frankfort, KY 40602, and shall set forth the grounds for the request including the status and interest of the party.

Intervenors may obtain copies of the application and related filings by contacting the Water District office located at 1059 West Highway 80, Somerset, Kentucky 42503.

This notice is published pursuant to 807 KAR 5:011-Tariffs.

WESTERN PULASKI COUNTY WATER DISTRICT
s/ **Don Calder, Chairman**

FOR Pulaski, Wayne & Russell Cos., Kentucky

P.S.C. KY. NO. 1

SHEET NO.

Western Pulaski County Water District
(Name of Utility)

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

SHEET NO.

RATES AND CHARGES

MONTHLY WATER RATES

5/8 x 3/4 Inch Meter

First 2,000 gallons	\$14.34	Minimum Bill
Over 2,000 gallons	\$5.82	Per 1,000 Gallons

1 Inch Meter

First 10,000 gallons	\$60.90	Minimum Bill
Over 10,000 gallons	\$5.82	Per 1,000 Gallons

1- 1/2 Inch Meter

First 15,000 gallons	\$90.00	Minimum Bill
Over 15,000 gallons	\$5.82	Per 1,000 Gallons

2 Inch Meter

First 20,000 gallons	\$119.10	Minimum Bill
Over 20,000 gallons	\$5.82	Per 1,000 Gallons

3 Inch Meter

First 30,000 gallons	\$177.30	Minimum Bill
Over 30,000 gallons	\$5.82	Per 1,000 Gallons

Leak Adjustment

	\$3.20	Per 1,000 Gallons
--	--------	-------------------

DATE OF ISSUE June 19, 2012
Month / Date / Year

DATE EFFECTIVE August 1, 2012
Month / Date / Year

ISSUED BY Don Calder (Signature of Officer)

TITLE Chairman 

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

FOR Pulaski, Wayne & Russell Cos., Kentucky

P.S.C. KY. NO. 1

Original SHEET NO. 7

Western Pulaski County Water District
(Name of Utility)

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

_____ SHEET NO. _____

RATES AND CHARGES

E. PURCHASED WATER RATES:

RATE

\$2.50 per 1,000 Gallons

F. LEAK ADJUSTMENT RATE:

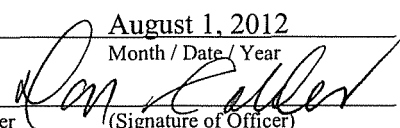
\$3.20 per 1,000 Gallons

G. Not Applicable

H. Not Applicable

DATE OF ISSUE June 19, 2012
Month / Date / Year

DATE EFFECTIVE August 1, 2012
Month / Date / Year

ISSUED BY Don Calder 
Don Calder (Signature of Officer)

TITLE Chairman

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

EXHIBIT D

City of Somerset

EDDIE R. GIRDLER
Mayor

CHARLES R. DICK
Manager

WATER/WASTEWATER DEPARTMENT

105 College Street
PO Box 969
SOMERSET, KENTUCKY 42502-0969
(606) 678-6646 • fax (606) 679-6227
E-mail: cdick@cityofsomerset.com



June 15, 2012

Don Calder
Western Pulaski County Water District
1059 West Highway 80
Somerset, KY 42503

RE: Notice of Rate Increase

Mr. Calder,

Please find enclosed a notice of the upcoming City of Somerset wholesale water rate increase. Also please notice that the effective date of the rate increase is now August 1, 2012. Please call with any questions.

Sincerely,

Charles R. Dick
Manager, Somerset Utilities

NOTICE

The City of Somerset has filed a proposed rate schedule with the Public Service Commission which will increase the rate for water service provided as follows:

	<u>Current Rate</u>	<u>Proposed Rate</u>	<u>% Difference</u>
Southeastern Water Association	\$2.00 per 1000 gallons	\$2.50 per 1000 gallons	25.0% Increase
Western Pulaski County Water District	\$2.00 per 1000 gallons	\$2.50 per 1000 gallons	25.0% Increase

The proposed effective date is August 1, 2012. Water flowing through the meter(s) before the effective date will be charged at the current rate. Water flowing through the meter(s) on and after the effective date will be charged at the new proposed rate.

The rates contained in this notice are the rates proposed by the City of Somerset. However, the Public Service Commission may order rates to be charged that differ from the proposed rates contained in this notice.

Any corporation, association, or person with a substantial interest in the matter may, by written request, within thirty (30) days after publication or mailing of this notice of the proposed rate changes request to intervene. Intervention may be granted beyond the thirty (30) day period for good cause shown.

Any person who has been granted intervention by the Public Service Commission ("PSC") may obtain copies of the rate application and any other PSC filings made by the City of Somerset by at 400 East Mt. Vernon Street, Somerset, Kentucky; telephone 606-679-6366.

Any person may examine the rate application and other PSC filings made by the City of Somerset at 400 East Mt. Vernon Street, Somerset, Kentucky; telephone 606-679-6366.

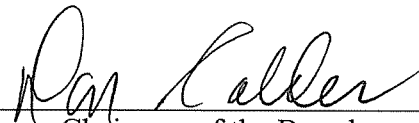
WESTERN PULASKI COUNTY WATER DISTRICT

CORPORATE RESOLUTION

Be it hereby resolved, by a unanimous vote of the Board of Directors of the Western Pulaski County Water District (herein referred to as "WPCWD") at a regular called meeting on June 19, 2012, as follows:

Pursuant to 807 KAR 5068, the Western Pulaski County Water District hereby approves a Purchased Water Adjustment rate increase of \$0.82 per 1000 gallons, effective August 1, 2012 and will be reflected in the September 2012 billing cycle, to compensate for the increase in the base rate of water sold to the WPCWD by the City of Somerset (CITY) from \$2.00 per 1000 gallons (base rate) to \$2.50 per 1000 gallons (changed rate) which will become effective on August 1, 2012 per the City of Somerset's notification dated June 15, 2012. This increase is adopted in order for the WPCWD to recover the actual cost of water purchased from the CITY.

Given under my hand this the 19th day of June, 2012.


Chairman of the Board