

**REID VILLAGE WATER DISTRICT
903 WINCHESTER RD
P O BOX 610
MT STERLING KY 40353
PHONE 859-498-0062
FAX 859-497-9984**

RECEIVED

JUL 19 2012

PUBLIC SERVICE
COMMISSION

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

RE: Formal Application for a Purchased Water Adjustment

This is an application for a purchased water rate adjustment for the Reid Village Water District. The adjustment is necessary to recover an increase in the cost of water attributable to our supplier's new wholesale rates that will become effective August 1, 2012.

The District's notice will be printed on the bill one month prior to the effective date.

Sincerely,



Rachel Cartmill
Office Manager

Enclosure

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

Name of Utility	Reid Village Water District	
Date	July 12, 2012	
Address	903 Winchester Rd	
City, State, Zip	Mt. Sterling	KY 40353
Telephone Number	859-498-0062	

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
Mt. Sterling Water	2.34	2.41

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

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
Mt. Sterling Water & Sewer		65,858,810
TOTAL PURCHASES		65,858,810
4. Total sales for the 12 month period	63,779,211	
5. Increased water cost	\$4610.12	
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.		
6. Purchased water adjustment factor	.08 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	August 1, 2012	
		
Signature of Utility Officer		
Chairman of the Board		
Title		

REID VILLAGE WATER DISTRICT
903 WINCHESTER RD
P O BOX 610
MT STERLING KY 40353
859-498-0062
QUARTERLY MINUTES

DATE: July 10, 2012

TIME: 5:15

Location: 903 Winchester Rd

Those Present: Don Crabtree Calvin Hunt Shannon White
Ryan Thomas _____ Earl Markland _____ Rachel Cartmill
George Tackett, Jr. _____

Guests: None

Rachel presented minutes from last meeting dated March 13, 2012 Calvin made the motion to approve minutes, Don 2nd the motion. Motion carried.

Rachel presented the check register for the operation and maintenance account from last quarter- Shannon made motion to approve, Calvin 2nd the motion- motion carried. Check register will be presented at each meeting to serve as approval of the paying of the districts bills.

Rachel presented a letter from Mt Sterling Water & Sewer concerning a wholesale rate increase. Calvin made the motion to submit the application to the PSC to do a pass thru rate increase of 3% to absorb the increase. Shannon & Don agreed.

Rachel reported the meetings will be held on the month after the calendar quarter ends. (July, Oct, Jan, April) Next meeting will be Oct 9, 2012

Calvin inquired as to the meter count-- Rachel reported count as 1126. No new meters were set this quarter.

Rachel ask Calvin to sign some refund checks for customer that have moved. Calvin signed.
Also Rachel Ask that Calvin approve a transfer of funds done by phone on May 10, 2012. Calvin approved.

Rachel announced that Ryan's baby was born July 5, 2012 and asked for approval to purchase a gift card from the district. Shannon made motion to approve, Don 2nd and all agreed to a \$50.00 gift.

Calvin made the motion to purchase a pen for counterfeit bills and reported that counterfeit 50's were being passed here in town. All agreed. Rachel will order one.

Nothing further

Don made motion to adjourn. Calvin 2nd.

Meeting adjourned: 5:50.

MT. STERLING WATER & SEWER SYSTEM

POST OFFICE BOX 392 – 300 EAST MAIN STREET
MOUNT STERLING, KENTUCKY 40353-0392

June 21, 2012

Rachael Cartmill
Reid Village Water District
P.O. Box 610
Mount Sterling, Kentucky 40353

Re: Wholesale Rate Increase

Rachael,

The purpose of this letter is to advise you that our utility, Mt. Sterling Water and Sewer, has requested approval from the Public Service Commission (PSC) to raise wholesale water rates charged to water districts/associations. This increase is based on the Consumer Price Index (CPI). The CPI indicated that from May 2011 to May 2012 the measure of inflation was 5.2% related to water sewer and trash collection services (see enclosure), however the requested increase from PSC is 3.0%. A tariff has been filed with PSC asking for approval to alter our current wholesale rates from \$2.34/1,000 gallons to \$2.41. We have requested approval that this increase be effective August 1, 2012, should this increase be approved it will be reflected in the September billing.

This notice is being provided in order to comply with a PSC statute requiring that effected wholesale customers received notice of any increase a minimum of 30 days prior to the implementation of said increase. In closing thank you for your understanding and cooperation concerning this matter, should you have questions or comments please contact me at (859) 498-0166.

Sincerely,

A handwritten signature in black ink that reads "Rick D. Fletcher". The signature is written in a cursive style with a large initial "R" and a long horizontal stroke at the end.

Rick Fletcher
Manager
Mount Sterling Water and Sewer

FOR REID VILLAGE AREA

PSC KY NO. _____

_____ SHEET NO. _____

CANCELLING PSC KY NO. _____

_____ SHEET NO. _____

REID VILLAGE WATER DISTRICT
(NAME OF UTILITY)

Monthly Water Rates

First 2000 gallons	18.41	Minimum Bill
Next 1000 gallons	5.96	per 1000 gallons
Next 2000 gallons	5.50	per 1000 gallons
Next 5000 gallons	5.03	per 1000 gallons
Over 10000 gallons	4.55	per 1000 gallons

Non-Recurring Charges

Connect Fee	\$20.00
Deposit	\$65.00
Re-connection Charge	\$25.00
Tap On Fee	\$650.00

DATE OF ISSUE AUGUST 1, 2012

MONTH / DATE / YEAR

DATE EFFECTIVE AUGUST 1, 2012

MONTH / DATE / YEAR

ISSUED BY 

SIGNATURE OF OFFICER

TITLE CHAIRMAN

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____