

Warren County
Water District

October 31, 2012

MR. JEFF DEROUEN
EXECUTIVE DIRECTOR
PUBLIC SERVICE COMMISSION
P.O. BOX 615
FRANKFORT, KY 40602

RECEIVED

NOV 01 2012

PUBLIC SERVICE
COMMISSION

RE: Purchased Water Adjustment

Dear Mr. Derouen:

Bowling Green Municipal Utilities is increasing our wholesale sewer rates effective December 1, 2012. Warren County Water District intends to pass this increase through to our retail customers in accordance with 807 KAR 5:068.

In support of our application for this Purchased Water Adjustment for sewer rates, enclosed are the original and 10 copies of the following documents:

1. Purchased Water Adjustment application form – Sewer Division
2. Exhibit A – Letter from Bowling Green Municipal Utilities (supplier's notice of changed rate)
3. Excerpts of Minutes – Board approval of wholesale rates and authorization for retail rate increase
4. Revised Tariff Sheets for wholesale and retail rates

We will be providing the required notice to customers with an ad in the Daily News in the near future.

If you have any questions or need additional information, please let me know.

Sincerely,

Alan H. Vilines, P.E.
General Manager

AHV:jh

Enclosures

Providing high quality
water and wastewater
services to families and
businesses throughout
Warren County.



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

Name of Utility	Warren County Water District – Sewer Division	
Date	October 31, 2012	
Address	P.O. Box 10180	
City, State, Zip	Bowling Green, KY	42102
Telephone Number	270-842-0052	

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.

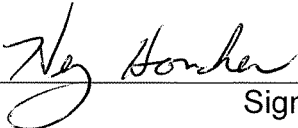
Supplier(s)	Base Rate	Changed Rate
Bowling Green Municipal Utilities	\$ 1.2409/1,000 gals.	\$ 3.2473/1,000 gals.

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	October 2011	through	September 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
Bowling Green Municipal Utilities	533,838,000
TOTAL PURCHASES	533,838,000
4. Total gallons sold for the 12 month period	815,810,000
5. Increased water cost	\$ 1,071,093
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.	
6. Purchased water adjustment factor	\$ 1.31 / 1,000 gals.
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	December 1, 2012
	
Signature of Utility Officer	
Chairman	
Title	

October 30, 2012

Mr. Alan Vilines
General Manager
Warren County Water District
523 US Hwy 31W Bypass
P.O. Box 10180
Bowling Green KY 42102-4780

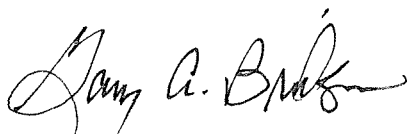
Subject: BGMU/WCWD Wholesale Sewer Rate Change

Dear Mr. Vilines:

Please find enclosed a notice of the Wholesale Utility Service Rate Change agreed upon between Bowling Green Municipal Utilities and Warren County Water District. As indicated, the proposed effective date is December 1, 2012.

Please review the attached at your convenience and let me know if you have any questions or concerns.

Thank you.



Gary A. Bridges
Chief Financial Officer - BGMU

GAB/lo

cc: Mr. Mike Gardner - BGMU
Mr. Mark Iverson - BGMU
Mr. Brent Kirtley - PSC

Enc.: PSC Rate Change Notice

NOTICE

Bowling Green Municipal Utilities (BGMU) has filed a proposed rate schedule which will increase the rates for sewer service provided to Warren County Water District (WCWD) as follows:

<u>Sewer Service</u>	<u>Current Rate</u>	<u>Proposed Rate</u>	<u>% Increase</u>
All Connection Points	\$1.2409/1000 gallons	\$3.2473/1000 gallons	261% increase

The proposed effective date is December 1, 2012.

The rates contained in this notice are the rates proposed by Bowling Green Municipal Utilities. 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 may obtain copies of the rate application and any other filings made by the utility by contacting Mike Gardner, Bowling Green Municipal Utilities, PO Box 10300, Bowling Green, Kentucky 42102-7300; telephone 270-782-1200.

Any person may examine the rate application and other filings made by visiting the offices of Bowling Green Municipal Utilities or by contacting the Public Service Commission at 211 Sower Boulevard, Frankfort, Kentucky, 40602-0615 or telephone (502)564-3940.

**EXCERPTS OF MINUTES OF A
REGULAR MEETING OF THE
WARREN COUNTY WATER DISTRICT**

The Board of Commissioners of the Warren County Water District met in regular session on September 25, 2012, at 4:00 p.m. at 523 U.S. Hwy 31-W Bypass, Bowling Green, Kentucky. The meeting was called to order with Henry Honaker, Chairman, presiding, and the following other members of the Commission present: Thomas A. Donnelly, Vice-Chairman; Joe Taylor – Treasurer, Glen Johnson, Secretary; and R. Harvey Johnston, III. Also present were Frank Hampton Moore, Jr., Attorney; John Dix, Manager of Engineering & Construction, Jeff Peebles – Manager of Administration & Finance and Alan Vilines, General Manager.

* * *

(Other Business)

Mr. Vilines reviewed with the board the wastewater plant cost components included in the wholesale rate adjustment and the resulting effect on retail sewer rates. A table comparing the District's sewer bills with surrounding communities was also discussed. Mr. Donnelly made a motion to approve both the wholesale and retail rate adjustments and to authorize an application to the Public Service Commission for the Purchased Water Adjustment for sewer rates. Mr. Johnson seconded the motion and all voted "aye." The new rates will take effect on December 1.

(Other Business)

* * *

Upon motion and vote the meeting adjourned.

I hereby certify that the foregoing excerpts of minutes are true and correct.


Glen Johnson, Secretary
Warren County Water District

P.S.C. Ky. No. _____

Cancels P.S.C. Ky. No. 2011-00287

WARREN COUNTY WATER DISTRICT - SEWER DIVISION

OF

BOWLING GREEN, WARREN COUNTY, KENTUCKY

Rates, Rules, and Regulations for Furnishing

Sewer Service

At

Bowling Green, Warren County, Kentucky

Filed with PUBLIC SERVICE COMMISSION

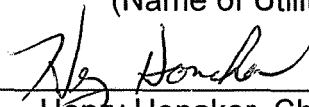
OF KENTUCKY

ISSUED October 31, 2012

EFFECTIVE December 1, 2012

ISSUED BY Warren County Water District - Sewer Division
(Name of Utility)

BY



Henry Honaker, Chairman

Board of Commissioners

Warren County Water District

WARREN COUNTY WATER DISTRICT - SEWER DIVISION

Name of Issuing Corporation

P.S.C. Ky. No. _____

Sheet of 2 of 3

Canceling P.S.C. Ky. No. 2011-0287

Sheet No. 1 of 2

CLASSIFICATION OF SERVICE

The following rates are hereby prescribed for the customers served by Warren County Water District - Sewer Division with the exception of customers inside the city of Smiths Grove and special contract customers. All other rates and charges not specifically mentioned herein shall remain the same as those in effect prior to the date of this Order.

MONTHLY GENERAL SERVICE SEWER RATES

<u>5/8" x 3/4" Meter</u>		
First 2,000 gals.	\$11.86	Minimum bill
Next 6,000 gals.	5.13	per 1,000 gals
Next 12,000 gals	3.94	per 1,000 gals
Next 80,000 gals	3.55	per 1,000 gals
Over 100,000 gals	2.93	per 1,000 gals


The minimum bill shown above applies only to 5/8" x 3/4" meters.
The minimum bills listed below apply to all other meter sizes.

<u>Meter Size</u>	<u>Minimum Bill</u>	
3/4	\$16.99	includes the first 3,000 gallons
1	27.25	includes the first 5,000 gallons
1-1/2	50.55	includes the first 10,000 gallons
2	74.16	includes the first 16,000 gallons
3	125.42	includes the first 30,000 gallons
4	196.42	includes the first 50,000 gallons
6	373.92	includes the first 100,000 gallons

The rates to be charged for water used in excess of the minimum usage amount are the same regardless of meter size. All rates are subject to a 10 percent penalty if paid after the due date.

DATE OF ISSUE October 31, 2012
Month Day Year

DATE OF EFFECTIVE December 1, 2012
Month Day Year

ISSUED BY  Chairman PO Box 10180, Bowling Green, KY 42102
Henry Honaker Title Address

Issued by authority of an Order of the Public Service Commission of Kentucky in Case No. _____
dated _____.

WARREN COUNTY WATER DISTRICT - SEWER DIVISION

Name of Issuing Corporation

P.S.C. Ky. No. _____

Sheet of 3 of 3

Canceling P.S.C. Ky. No. 2011-0287

Sheet No. 2 of 2

CLASSIFICATION OF SERVICE

The following rates are hereby prescribed for the customers served by Warren County Water District - Sewer Division that are inside the city of Smiths Grove with the exception of special contract customers. All other rates and charges not specifically mentioned herein shall remain the same as those in effect prior to the date of this Order.

MONTHLY SEWER RATES FOR USERS INSIDE THE CITY OF SMITHS GROVE

5/8" x 3/4" Meter

First 2,000 gals.	\$18.30	Minimum bill
Next 6,000 gals.	5.30	per 1,000 gals
Next 12,000 gals	5.10	per 1,000 gals
Next 80,000 gals	4.50	per 1,000 gals
Over 100,000 gals	3.70	per 1,000 gals

The minimum bill shown above applies only to 5/8" x 3/4" meters.
The minimum bills listed below apply to all other meter sizes.

<u>Meter Size</u>	<u>Minimum Bill</u>	
3/4	\$23.60	includes the first 3,000 gallons
1	34.20	includes the first 5,000 gallons
1-1/2	60.30	includes the first 10,000 gallons
2	89.90	includes the first 16,000 gallons
3	156.30	includes the first 30,000 gallons
4	246.30	includes the first 50,000 gallons
6	471.30	includes the first 100,000 gallons

The rates to be charged for water used in excess of the minimum usage amount are the same regardless of meter size. All rates are subject to a 10 percent penalty if paid after the due date.

DATE OF ISSUE October 31, 2012
Month Day Year

DATE OF EFFECTIVE December 1, 2012
Month Day Year

ISSUED BY Henry Honaker Chairman PO Box 10180, Bowling Green, KY 42102
Henry Honaker Title Address

Issued by authority of an Order of the Public Service Commission of Kentucky in Case No. _____
dated _____.