

Rubin & Hays

ATTORNEYS AT LAW

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Telephone (502) 569-7525 Telefax (502) 569-7555 www.rubinhays.com

CHARLES S. MUSSON
W. RANDALL JONES
CHRISTIAN L. JUCKETT

RECEIVED

December 3, 2018

DEC 05 2018

PUBLIC SERVICE
COMMISSION

Ms. Gwen R. Pinson
Executive Director
Public Service Commission
P.O. Box 615
Frankfort, Kentucky 40602

Re: Rattlesnake Ridge Water District **PSC Case No. 2018-00371**


Dear Director Pinson:

Pursuant to 807 KAR 5:069, Section 3(3)(b), enclosed please find the Affidavits of Publication and Tearsheets relating to the Notice of Proposed Rate Change of the Rattlesnake Ridge Water District.

If you need any additional information or documentation, please let us know.

Sincerely,

Rubin & Hays

By 
W. Randall Jones

WRJ:jlm
Enclosures

Morehead News Group

Newspaper Holdings, Inc.

710 W. First St., Morehead, KY 40351
606-784-4116 or 800-247-6142

Affidavit of Publication

STATE OF KENTUCKY

COUNTY OF CARTER

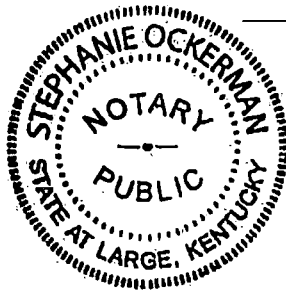
I, Sherry Burdic, Advertising Coordinator of The Morehead News Group, in the aforesaid State and County, hereby certify that the attached advertisement appeared on October 31, 2018 in The Grayson Journal-Enquirer.

Sherry Burdic
Sherry Burdic, Advertising Coordinator

11/13/18.
Date

Subscribed and sworn to before me, a Notary Public, within and for the State and County aforesaid, by Sherry Burdic on the above date.

Stephanie Ockerman
Notary Public, State at Large, Kentucky



525926
Notary Number

My Commission Expires: Jan. 12, 2019

WEDNESDAY, OCTOBER 31, 2018

NOTICE OF PROPOSED RATE CHANGE

In accordance with the requirements of the Kentucky Public Service Commission ("PSC") as set out in 807 KAR 5:069, Section 3, notice is hereby given to the customers of the Rattlesnake Ridge Water District ("District") of a change in water rates for users of the District's water system. The changes in water rates are required by USDA, Rural Development ("RD") in connection with a loan by RD to the District in the amount of \$2,490,000 to be evidenced by the issuance by the District of its water revenue bonds in such amount, which RD has agreed to purchase provided the District meets certain conditions of RD, including revising the water rates as set forth below:

Current Monthly Water Rates

5/8"x 3/4" Meters		
First 1,000 gallons	\$19.32	Minimum
Next 4,000 gallons	\$11.98	Per 1,000 gallons
Next 5,000 gallons	\$10.33	Per 1,000 gallons
Next 10,000 gallons	\$8.89	Per 1,000 gallons
Next 20,000 gallons	\$6.27	Per 1,000 gallons
Over 40,000 gallons	\$4.96	Per 1,000 gallons
3/4" Meter		
First 5,000 gallons	\$67.24	Minimum
Next 5,000 gallons	\$10.33	Per 1,000 gallons
Next 10,000 gallons	\$8.89	Per 1,000 gallons
Next 20,000 gallons	\$6.27	Per 1,000 gallons
Over 40,000 gallons	\$4.96	Per 1,000 gallons
1 Inch Meter		
First 10,000 gallons	\$118.89	Minimum
Next 10,000 gallons	\$8.89	Per 1,000 gallons
Next 20,000 gallons	\$6.27	Per 1,000 gallons
Over 40,000 gallons	\$4.96	Per 1,000 gallons
1.5 Inch Meter		
First 30,000 gallons	\$270.49	Minimum
Next 10,000 gallons	\$6.27	Per 1,000 gallons
Over 40,000 gallons	\$4.96	Per 1,000 gallons
2 Inch Meter		
First 50,000 gallons	\$382.79	Minimum
Over 50,000 gallons	\$4.96	Per 1,000 gallons
3 Inch Meter		
First 100,000 gallons	\$630.79	Minimum
Over 100,000 gallons	\$4.96	Per 1,000 gallons
4 Inch Meter		
First 200,000 gallons	\$1,126.79	Minimum
Over 200,000 gallons	\$4.96	Per 1,000 gallons
6 Inch Meter		
First 500,000 gallons	\$2,614.79	Minimum
Over 500,000 gallons	\$4.96	Per 1,000 gallons
Wholesale Rates		
Big Sandy Water District	\$3.82	Per 1,000 gallons
City of Vanceburg	\$3.82	Per 1,000 gallons
City of Olive Hill	\$4.30	Per 1,000 gallons
KY Parks	\$4.63	Per 1,000 gallons
Sandy Hook Water District	\$145.15	Minimum
	\$2.90	Per 1,000 gallons
City of Grayson	\$4.30	Per 1,000 gallons

Proposed Monthly Water Rates

<u>5/8" x 3/4" Meters</u>	<u>New Monthly Rate</u>	<u>Dollar Change</u>	<u>Percent Change</u>
First 1,000 gallons	\$19.32	\$0.00	0%
Next 4,000 gallons	\$14.40	\$2.42	20%
Next 5,000 gallons	\$12.40	\$2.07	20%
Next 10,000 gallons	\$11.10	\$2.21	25%
Next 20,000 gallons	\$7.90	\$1.63	26%
Over 40,000 gallons	\$6.30	\$1.34	27%

<u>3/4 Inch Meters</u>	<u>New Monthly Rate</u>	<u>Dollar Change</u>	<u>Percent Change</u>
First 5,000 gallons	\$7.92	\$9.68	14%
Next 5,000 gallons	\$12.40	\$2.07	20%
Next 10,000 gallons	\$11.10	\$2.21	25%
Next 20,000 gallons	\$7.90	\$1.63	26%
All Over 40,000 gallons	\$6.30	\$1.34	27%

<u>1 Inch Meters</u>	<u>New Monthly Rate</u>	<u>Dollar Change</u>	<u>Percent Change</u>
First 10,000 gallons	\$138.92	\$20.03	17%
Next 10,000 gallons	\$11.10	\$2.21	25%
Next 20,000 gallons	\$7.90	\$1.63	26%
Over 40,000 gallons	\$6.30	\$1.34	27%

<u>1.5 Inch Meters</u>	<u>New Monthly Rate</u>	<u>Dollar Change</u>	<u>Percent Change</u>
First 30,000 gallons	\$328.92	\$58.43	22%
Next 10,000 gallons	\$7.90	\$1.63	26%
All Over 40,000 gallons	\$6.30	\$1.34	27%

<u>2 Inch Meters</u>	<u>New Monthly Rate</u>	<u>Dollar Change</u>	<u>Percent Change</u>
First 50,000 gallons	\$470.92	\$88.13	23%
All Over 50,000 gallons	\$6.30	\$1.34	27%

<u>3 Inch Meters</u>	<u>New Monthly Rate</u>	<u>Dollar Change</u>	<u>Percent Change</u>
First 100,000 gallons	\$785.92	\$155.13	25%
All Over 100,000 gallons	\$6.30	\$1.34	27%

<u>4 Inch Meters</u>	<u>New Monthly Rate</u>	<u>Dollar Change</u>	<u>Percent Change</u>
First 200,000 gallons	\$1,415.92	\$289.13	26%
Over 200,000 gallons	\$6.30	\$1.34	27%

<u>6 Inch Meters</u>	<u>New Monthly Rate</u>	<u>Dollar Change</u>	<u>Percent Change</u>
First 500,000 gallons	\$3,305.92	\$591.13	26%
Over 500,000 gallons	\$6.30	\$1.34	27%

Wholesale Rates – No Change

<u>Customer Class</u>	<u>Average Monthly Usage Per Customer</u>	<u>Average Monthly Bill (Present Rates)</u>	<u>Average Monthly Bill (Proposed Rates)</u>	<u>Increase in Average Monthly Bill (\$)</u>	<u>Increase in Average Monthly Bill (%)</u>
5/8" x 3/4" meter	3,492	\$49.17	55.29	\$6.03	12%
3/4" meter	0				
1" meter	4,230	\$118.89	\$138.92	\$20.03	17%
1.5" meter	0				
2" meter	12,234	\$382.79	\$470.92	\$88.13	23%
3" meter	12,802	\$630.79	\$785.92	\$155.13	25%
4" meter	3,090	\$1,126.79	\$1,415.92	\$289.13	26%
6" meter	130,403	\$2,614.79	\$3,305.92	\$691.13	26%

The proposed monthly water rates shall be effective for water sold after the date of the final approving Order of the PSC, which Order is expected to be issued no later than 30 days of the filing of the Application. The Application for approval of the rate change has been filed with the PSC and may be examined during normal business hours at the following locations: (i) Rattlesnake Ridge Water District Office, 3563 State Highway 1661, Grayson, KY 41143; (ii) PSC, 211 Sower Boulevard, Frankfort, Kentucky, Monday through Friday, 8:00 a.m. to 4:30 p.m., E.T.; and (iii) via the PSC website at <http://psc.ky.gov>. Comments regarding the Application may be submitted to the PSC via its website or by mail to PSC, P.O. Box 615, Frankfort, Kentucky 40602.

The proposed rates are required under the terms of an agreement between the District and RD and KRS 278.023 does not grant the PSC any discretionary authority to modify or reject any portion of the agreement between the District and RD, or to defer the issuance of all necessary orders to implement the terms of the agreement. The RD loan proceeds will be used to finance the costs of the (i) repainting and rehab of three storage tanks; the Diamond Ridge, Gregoryville No.2, and Route 7 tanks, (ii) installation of water lines on the following roads: Hardy Branch, Hamilton Branch A & B, Bells Trace/Knotty Poplar, Parker Hollow Road, Dehart Road, Ison Creek, Glen Lawson off KY 504, Cave Branch, Sutton Road, Carter Ford Road, and KY 409, (iii) construction of a new office, (iv) purchase of a portable generator that can be moved to any of the pump stations in the system during emergency power outages, (v) upgrade of the Diamond Ridge pump station, (vi) installation of a new PRV station at Huff Run Road, (vii) upgrade the WTP SCADA system, (viii) construction of a new 250,000 gallon elevated storage tank and new pump station on KY 504, (ix) rehabilitate the Diamond Ridge, Gregoryville No.2, and Route 7 storage tanks, (x) demolition of two tanks on KY 504, and (xi) construction of a cover over the backwash sludge pile at the WTP, or purchase of a sludge container filter.

Signed: Bill Gilbert, Chairman, Rattlesnake Ridge Water District.