

**MARION COUNTY WATER DISTRICT  
1835 CAMPBELLSVILLE ROAD  
P O BOX 528  
LEBANON, KY 40033**

Telephone: 270-692-2004  
Fax: 270-692-1010  
TTY 1-800-648-6956 or 711

RECEIVED

APR 29 2013

PUBLIC SERVICE  
COMMISSION

April 25, 2013

Mr. Jeff Derouen  
Executive Director  
Kentucky Public Service Commission  
211 Sower Blvd.  
PO Box 615  
Frankfort KY 40602-0615

RE: Purchase Water Adjustment

Dear Mr. Derouen:

Please find enclosed a Purchase Water Adjustment request. We have received notice from our main supplier, the Lebanon Water Works, Inc. of a rate increase. The Public Service Commission has also been sent a notice by Lebanon Water Works of this pending change.

We have followed 807 KAR 5:068 in completing this Purchase Water Adjustment request. Should your staff find that they need additional information or have questions, please have them call me at 270-692-2004.

Sincerely,

  
Barbara May  
Chairperson

Enclosure

C: Barbara May, Chairperson, MCWD  
Holly L. Nicholas, KY Engineering Group

RECEIVED

APR 29 2013

PUBLIC SERVICE COMMISSION

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

Name of Utility	MARION COUNTY WATER DISTRICT	
Date	April 25, 2013	
Address	PO BOX 528	
City, State, Zip	LEBANON KY	40033
Telephone Number	270-692-2004	

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
LEBANON WATER WORKS	METER CHG - \$6.00/mo VOLUME CHG - \$2.14/100 cubic feet	METER CHG - \$6.75/mo VOLUME CHG - \$2.50/100 cubic feet
CITY OF CAMPBELLSVILLE	METER CHG - \$18.00/mo; VOLUME CHG - \$1.97/1000 gal	NO CHANGE

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	APRIL 2012	through	MARCH 2013
	(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
LEBANON WATER WORKS	SEE EXHIBIT B
CITY OF CAMPBELLSVILLE	SEE EXHIBIT B
<b>TOTAL PURCHASES</b>	
4. Total gallons sold for the 12 month period	393,027,660
5. Increased water cost	
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate. SEE EXHIBIT C	
6. Purchased water adjustment factor	SEE EXHIBIT D
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	JULY 17, 2013
	
Signature of Utility Officer	
CHAIRPERSON	
Title	

**Lebanon Water Works Co., Inc.**

120 S. Proctor Knott Avenue  
Lebanon, Kentucky 40033  
(270) 692-2491  
(270) 692-6413 (fax)  
TTY (800) 648-6056

**"REVISED"**

CERTIFIED MAIL

April 24, 2013  
April 25, 2013

Mr. Jimmy Mudd  
Superintendent  
Marion County Water District  
PO Box 528  
Lebanon KY 40033

RE: Water Rate Adjustment

Dear Mr. Mudd:

Enclosed is the notice of the water rate schedule change by the City of Lebanon/Lebanon Water Works to the Marion County Water District. We are submitting this notice simultaneously to the Kentucky Public Service Commission. The Lebanon Water Works is proposing to charge the new rate effective ~~September 17, 2013~~ July 17, 2013.

The rate has been adjusted as follows:

Meter Charge - \$6.75 per meter per month  
Volume Charge - \$2.50/100 cubic feet

The City looks forward to continuing its mutually beneficial relationship with Marion County Water District. If you have any questions, please contact me at your convenience.

Sincerely,

  
John L. Thomas  
Superintendent

cc: Kentucky Public Service Commission

**Lebanon Water Works Company, Inc. is an Equal Opportunity Provider and Employer**  
Complaints of discrimination should be sent to:  
USDA, Director, Office of Civil Rights, Washington, D.C. 20240-9410

MARION COUNTY WATER DISTRICT

PURCHASE WATER ADJUSTMENT

EXHIBIT B

LEBANON WATER WORKS INC.	Meter No. 1	Meter No. 2	Meter No. 3	Meter No. 4	Meter No. 5	Meter No. 6	Meter No. 7	Meter No. 8	Meter No. 9	Meter No. 10	Meter No. 11	MONTHLY TOTAL
April-12	250,954	4,072,860	4,985,420	4,708,660	5,716,964	7,457,560	418,880	3,085,500	4,764,760	512,006	-	35,973,564
May-12	255,816	3,852,200	4,843,300	4,555,320	6,101,062	7,622,120	334,356	3,276,240	4,869,854	553,146	-	36,263,414
June-12	302,192	4,387,020	4,854,520	4,570,280	6,928,574	8,444,920	406,164	4,689,960	3,380,586	652,630	-	38,616,846
July-12	387,838	5,535,200	6,036,360	5,714,720	8,943,238	10,640,300	454,036	5,804,480	5,452,920	801,482	1,122	49,771,696
August-02	249,458	4,297,260	5,576,340	5,299,580	7,278,788	8,362,640	439,076	5,303,320	5,827,294	615,604	-	43,249,360
September-02	272,646	4,566,540	3,018,180	2,883,540	7,547,694	8,186,860	439,076	9,200,400	5,766,706	629,068	2,992	42,513,702
October-12	322,762	4,016,760	4,117,740	3,956,920	6,379,318	7,480,000	646,646	4,027,980	4,488,000	523,226	-	35,959,352
November-12	242,726	4,140,180	3,941,960	3,672,680	6,050,572	6,971,360	759,594	3,848,460	4,488,000	408,034	13,838	34,537,404
December-12	235,246	4,319,700	4,196,280	3,919,520	6,413,352	7,064,860	873,664	3,979,360	5,048,626	443,938	-	36,494,546
January-13	227,766	4,005,540	4,274,820	3,994,320	6,285,444	6,732,000	672,078	4,162,620	4,508,196	442,068	374	35,305,226
February-13	241,978	4,200,020	4,203,760	3,941,960	6,174,964	6,978,840	767,448	4,151,400	5,004,120	565,189	3,740	36,233,419
March-13	246,466	4,039,200	3,941,960	3,740,000	5,948,994	7,120,960	816,816	4,136,440	5,030,300	387,763	57,222	35,466,121
TOTALS:	3,235,848	51,432,480	53,990,640	50,957,500	79,768,964	93,062,420	7,027,834	55,666,160	58,629,362	6,534,154	79,288	460,384,650

CITY OF CAMPBELLVILLE	Meter No. 1	Meter No. 2	Meter No. 3	MONTHLY TOTAL
April-12	74,000	70,800	121,300	266,100
May-12	69,000	96,100	159,100	324,200
June-12	72,100	102,400	174,200	348,700
July-12	108,900	177,700	235,800	522,400
August-02	78,300	105,600	153,000	336,900
September-02	78,300	86,100	144,700	309,100
October-12	45,300	69,700	138,700	253,700
November-12	57,700	77,600	136,300	271,600
December-12	65,800	94,000	172,000	331,800
January-13	75,700	103,600	183,700	363,000
February-13	67,500	83,400	131,000	281,900
March-13	46,800	69,100	126,500	242,400
TOTALS:	839,400	1,136,100	1,876,300	3,851,800

## 5. Increased Water Cost

*Base Cost:*

Meter Charge	11 meters x \$6.00/mo x 12 months:	\$	792.00
Volume Charge	460,384,650 ÷ 7.48 gal/cu ft. =		
	61,548,750 ÷ 100 cubic feet =		
	615,487.50 x \$2.14 per 100 cubic feet =		<u>\$ 1,317,143.25</u>
	Total	\$	1,317,935.25

*New Cost:*

	11 meters x \$6.75/mo x 12 months:	\$	891.00
	460,384,650 ÷ 7.48 gal/cu ft. =		
	61,548,750 ÷ 100 cubic feet =		
	615,487.50 x \$2.50 per 100 cubic feet =		<u>\$ 1,538,718.75</u>
	Total	\$	1,539,609.75

*Difference between base cost and new cost:* \$ 221,674.50

6. Purchase Water Adjustment Factor

Increased Cost of Water: \$ 221,674.50

Total Gallons Sold: 393,027,660

Increased Cost ÷ Water Sold: \$ 0.56 per 1000 gallons  
(water sold in 1000 gallon blocks)

For Marion County, Kentucky and  
Southern Portion of Nelson County  
Community, Town or City

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

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

Marion County Water District  
Name of Issuing Corporation

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

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

**RATES & CHARGES**

	RATE PER UNIT
Customer Charge, minimum bill	
5/8 Inch x 3/4 Inch Meter	\$ 7.23
1 Inch Meter	\$ 15.70
2 Inch Meter	\$ 24.90
3 Inch Meter	\$ 39.49
4 Inch Meter	\$ 62.63
6 Inch Meter	\$ 157.52
Water Charge	
All Usage, Per 1,000 Gallons	\$ 5.47
Meter Connections	
5/8 x 3/4 Inch Meter	\$ 865.00
All Large Meters	Actual Cost
Fire Hydrants (Non-Metered 6 Inch Connect), per month	\$ 7.50

DATE OF ISSUE \_\_\_\_\_

DATE EFFECTIVE July 17, 2013

ISSUED BY *Barbara R. May*

TITLE Chairman

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION  
IN CASE NO. \_\_\_\_\_ DATED \_\_\_\_\_.