

RECEIVED

SEP 16 2013

PUBLIC SERVICE  
COMMISSION

McKinney Water District

2900 KY HWY 198

PO Box 7

McKinney, Ky. 40448

606-346-2220

[Assn72dist65@newwavecomm.net](mailto:Assn72dist65@newwavecomm.net)

September 10, 2013

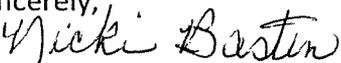
Public Service Commission  
ATT: Purchased Water Adjustment  
PO Box 615  
Frankfort, Ky. 40602-0615

TO WHOM IT MAY CONCERN:

Enclosed is the McKinney Water District's "Purchased Water Adjustment" application. This is due to the City of Stanford's rate increase.

If I have failed to include any information which is needed to complete this application, or if you find an error in my calculations, please call me at 606-346-2220.

Thank you for helping me complete this application.

Sincerely,  
  
NICKI BASTIN  
CLERK

**RECEIVED**

SEP 16 2013

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

**PUBLIC SERVICE  
COMMISSION**

Name of Utility	MCKINNEY WATER DISTRICT	
Date	SEPTEMBER 8, 2013	
Address	2900 KY HWY 198, PO BOX 7	
City, State, Zip	MCKINNEY, KY.	40448
Telephone Number	606-346-2220	

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 STANFORD WATERWORKS	\$2.04 PER 1,000 GALLONS	\$2.49 PER 1,000 GALLONS
EUBANK WATER SYSTEM	SEE ATTACHED EXHIBIT A	NO INCREASE

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

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	August 2012	through	July 2013
	(month and year)		(month and year)

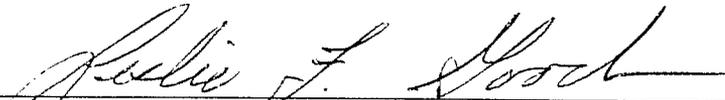
3. Statement of water purchases. Where water is purchased from more than one supplier, purchases from each supplier must be shown separately. If water is purchased through a declining block rate schedule, purchases for each month must be

shown. Attach an additional sheet if necessary. See attachment

STANFORD COST			EUBANK COST		
	GALLONS			GALLONS	
<b>2012 PURCHASED</b>			<b>2012 PURCHASED</b>		
AUGUST	\$16,005.84	7,846,000	\$11,968.75	2,711,100	
SEPTEMBER	\$15,791.64	7,741,000	\$9,120.78	2,412,200	
OCTOBER	\$14,173.92	6,948,000	\$8,715.55	2,115,500	
NOVEMBER	\$12,482.76	6,119,000	\$8,406.41	2,040,100	
DECEMBER	\$14,967.48	7,337,000	\$8,742.20	2,122,000	
<b>2013</b>			<b>2013</b>		
JANUARY	\$12,792.84	6,271,000	\$7,502.77	1,819,700	
FEBRUARY	\$14,033.16	6,879,000	\$7,975.50	1,935,000	
MARCH	\$12,839.76	6,294,000	\$7,049.31	1,709,100	
APRIL	\$16,464.84	8,071,000	\$7,235.86	1,754,600	
MAY	\$14,604.36	7,159,000	\$8,059.55	1,955,500	
JUNE	\$12,801.00	6,275,000	\$8,320.31	2,019,100	
JULY	\$17,248.20	8,455,000	\$11,090.68	2,694,800	
<b>TOTAL</b>	<b>\$174,205.80</b>	<b>85,395,000</b>	<b>\$104,187.67</b>	<b>25,288,700</b>	

**COMBINED TOTALS**

<b>STANFORD</b>	<b>\$174,205.80</b>	<b>85,395,000</b>
<b>EUBANK</b>	<b>\$104,187.67</b>	<b>25,288,700</b>
<b>TOTALS</b>	<b>\$278,393.47</b>	<b>110,683,700</b>

Supplier(s)	Gallons Purchased during 12 month period
City of Stanford Waterworks	85,395,000
City of Eubank Water System	25,288,700
<b>TOTAL PURCHASES</b>	110,683,700 gallons
4. Total gallons sold for the 12 month period	89,097,600 gallons
5. Increased water cost	\$38,428
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.	
6. Purchased water adjustment factor	.43/1000
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	SEPTEMBER 14, 2013
	
Signature of Utility Officer	
CHAIRMAN	
Title	

City of Eubank Water System Current Rates

( NO INCREASE )

First 5,000 gallons \$30.00 Minimum Bill

Next 5,000 gallons \$5.00 per 1,000 gallons

Over 10,000 gallons \$4.10 per 1,000 gallons

EXHIBIT A

**NOTICE:**

The City of Stanford ("Stanford") has filed a proposed rate schedule with the Public Service Commission which will increase the rate for water service provided to McKinney Water District as follows:

<u>Current Rate</u>	<u>Proposed Rate</u>	<u>\$ Difference</u>	<u>% Difference</u>
\$2.04 per 1,000 gallons	\$2.49 per 1,000 gallons	\$0.45 per 1,000 gallons	22.1% Increase

The proposed effective date is September 1, 2013. 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 Stanford. 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. The motion shall be submitted to the Public Service Commission, 211 Sower Boulevard, P.O. Box 615, Frankfort, Kentucky 40602, and shall set forth the grounds for the request including the status and interest of the party. Intervention may be granted beyond the thirty (30) day period for good cause shown.

Intervenors may obtain copies of the rate application and testimony by visiting the office located at 842 East Main Street in Stanford, Kentucky 40484; telephone (606) 365-4512.

Any person may examine the rate application and testimony by visiting the office located at 842 East Main Street in Stanford, Kentucky or by contacting the Public Service Commission at 211 Sower Boulevard in Frankfort, Kentucky; telephone 502-564-3940.

Exhibit B

page 1

**Webmail**

assn72dist65@newwavecomm.net

± Font size ±

**Rate Increase from Stanford**

**From :** PSC - Tariffs <psc.tariffs@ky.gov> Wed, Aug 07, 2013 12:56 PM  
**Subject :** Rate Increase from Stanford  nicki  
**To :** 'assn72dist65@newwavecomm.net' <assn72dist65@newwavecomm.net>

The PSC has received notice that the City of Stanford proposes to increase its rate to the McKinney Water District.

According to the filed proposal, the per 1,000 gallon rate would increase 22.1% from \$2.04 to \$2.49 for all water passing through the meter(s) on and after September 1, 2013.

The PSC needs to verify that McKinney has in fact received notice of this proposed increase and to ask whether McKinney planned to (1) protest the increase, (2) accept the increase and submit a Purchased Water Adjustment application (PWA), or (3) accept the increase and just absorb the additional costs related to the purchase of water from Stanford.

Please send an email at your earliest convenience to [psc.tariffs@ky.gov](mailto:psc.tariffs@ky.gov) and let us know (1) if you received notice, and (2) which of the choices listed above that McKinney plans to utilize for handling the proposed increase.

Should you have any questions, please don't hesitate to let us know.

Thanks in advance for your assistance with this matter.

PSC Tariff Branch  
502-564-3940  
[psc.tariffs@ky.gov](mailto:psc.tariffs@ky.gov)

This communication contains information which may be confidential in nature. It is for the exclusive use of the intended recipient(s). If you are not the intended recipient(s) please note that any form of distribution, copying, forwarding or use of this communication or the information therein is strictly prohibited and may be unlawful. If you have received this communication in error please return it to the sender and then delete the communication and destroy any copies.

Exhibit B

page 2

**Webmail**

assn72dist65@newwavecomm.net

± Font size ±

**Rate increase from City of Stanford****From :** assn72dist65 <assn72dist65@newwavecomm.net>

Thu, Aug 08, 2013 10:34 AM

**Subject :** Rate increase from City of Stanford**To :** psc tariffs <psc.tariffs@ky.gov>

This is to inform the PSC the McKinney Water District in Lincoln County has received notice from the City of Stanford Waterworks of their 22.1% rate increase. This increase will be for water purchased on or after September 1, 2013.

This is to inform the PSC the District will be submitting a Purchased Water Adjustment application as soon as possible.

If you have any further questions please call the District at 606-346-2220.

NICKI BASTIN  
BILLING CLERK

Exhibit B

page 3

MCKINNEY WATER DISTRICT  
P.O. BOX 7  
MCKINNEY KY 40448

FIRST CLASS MAIL  
U.S. POSTAGE PAID  
MCKINNEY KY  
PERMIT NO. 1

ACCOUNT SERVICE AT DATES 101-30920-00 08/29/13  
30 RUBE BROWN RD  
07/16/13 THRU 08/19/13

SNGLP

SVC.	PREVIOUS	CURRENT	USAGE	CODE
WAT	859900	863100	3200	
WATER			28.53	
SCHL TX			.86	
PREVIOUS BALANCE			.47-	

BILL DATE  
NET BILL

08/29/13  
28.92

GROSS BILL  
DUE AFTER

31.73  
09/16/13

RETURN SERVICE REQUESTED

Due to a rate increase from our supplier, your Nov. 2013 bill will reflect an increase.

101-30920-00

GROSS DUE AFTER 31.73  
09/16/13

NET DUE NOW

28.92

LINDSEY YOCUM  
30 RUBE BROWN RD  
HUSTONVILLE KY 40437

A copy of our bill we mailed out on August 30, 2013. I realize, now we should have stated we have applied for an increase.

The bill we will mail out on September 30, 2013, will be worded different.

Nicki Bastin

**NOTICE TO MCKINNEY WATER DISTRICT CUSTOMERS**

Due to our supplier, City of Stanford Waterworks, increasing our water rates by 22.1%, the McKinney Water District has filed a "Purchased Water Adjustment" with the Public Service Commission" in Frankfort, Ky.

The proposed effective date for this increase is for "all water flowing through the meters on and after September 14, 2013." If approved by PSC these rates will reflect on the water bill you will receive and pay in November, 2013.

The current and proposed rates are:

**CURRENT RATES**

**PROPOSED RATES**

	<b>5/8 X 3/4 METER</b>		<b>\$ Difference</b>	<b>% Difference</b>	
First	1,000 gallons	\$12.58 Minimum Bill	\$0.43	3.41%	\$13.01 Minimum
Next	2,000 gallons	7.37 per 1,000 gallons	0.43	5.83%	7.80 per 1,000 gallons
Next	7,000 gallons	6.04 per 1,000 gallons	0.43	7.11%	6.47 per 1,000 gallons
Over	10,000 gallons	5.40 per 1,000 gallons	0.43	7.96%	5.83 per 1,000 gallons
<b>1 INCH METER</b>					
First	5,000 gallons	\$39.40 Minimum Bill	\$2.15	5.46%	\$41.55 Minimum Bill
Next	5,000 gallons	6.04 per 1,000 gallons	0.43	7.12%	6.47 per 1,000 gallons
Over	10,000 gallons	5.40 per 1,000 gallons	0.43	7.96%	5.83 per 1,000 gallons
<b>2 INCH METER</b>					
First	20,000 gallons	\$123.60 Minimum Bill	\$8.60	6.96%	\$132.20 Minimum Bill
Over	20,000 gallons	5.40 per 1,000 gallons	0.43	7.96%	5.83 per 1,000 gallons

You may obtain a copy of the "Purchased Water Adjustment" containing the current and proposed rates by calling the office at 606-346-2220 or at the water office on 2900 KY HWY 198, McKinney, Ky. 40448. You can also go to PSC's web site and view all the District's documents and tariffs. You may contact PSC at 502-564-3940 or 1-800-772-4636.

*Posted in office & in local newspaper on 9-12-13*  
*A tear sheet & an affidavit is included.*  
*also have copies to give to customers if they want one.*

August 13, 2013 Meeting

PRESENT: Les Gooch, Bobby Hasty, Mike Reed, Mark Reed, Lonnie Brown, Nicki Bastin, and Donna Yocum

ABSENT: Lewis Allison and Delmas Petrey

VISITORS: None

The meeting was called to order by Chairman, Les Gooch.

The minutes from previous meeting were reviewed, Mike made motion to accept, Bobby seconded the motion, all in favor, and motion carried.

Junes Financial statement had been reviewed after previous meeting, Bobby made motion to accept and approve, Mike seconded the motion, all in favor, and the motion carried.

Danny Coffman's labor bill of \$6596.85, was presented for approval of payment, Bobby made motion to pay, Mike seconded the motion, all in favor, and the motion carried.

Discussion about part of Danny's bill was to repair leak, where Allen Co, had hit line on Hwy 78. A bill will be sent to them.

Lonnie Brown's gas bill of \$253.08, was presented for approval of payment, Mike made motion to pay, Bobby seconded the motion, and the motion carried.

Discussed Stanford Water increasing their rates by 22.1%. PSC has approved this. This will take effect Sept 1, 2013. Bobby made the motion to accept the rate increase and apply for a Purchased Water Adjustment with PSC as soon as possible, Mike seconded motion, all in favor, motion carried. Nicki can contact Craig Butler, CPA, for help with the PWA when needed.

Water Loss is up this month, due to leaks.

Concerning the new Pump Station, Mark stated waiting on Bailey's Paperwork. Chris Jones from Kenvirons had told him in a couple of weeks.

Concerning handhelds, Mark stated he had not had time to get with meter readers. Les said this needs to be done as soon as possible. Mike wants Mark to talk to meter readers, about when they can be here. Also stated for Donna to get this set up, and he wants everyone (employees, meter readers, and board members) here, at training session.

Discussion about line from air conditioner, bursting, was causing water damage to ceiling, wall, and carpet. Ed Carman, has finished work to repair it. We have already received check from insurance company.

Jeff Long from McKinney Ridge had requested McKinney Water to extend water lines, will be building new house. Les sated we can't do this, if he runs the line, we can take over line, as long as it's done right.

Nicki stated the Tariffs need to be updated. Proposal from Eddie Brown, from Kenvirons, was for \$5000.00. Les and Bobby stated this really needs to be done, as soon as possible. For Nicki to get in touch with him and get it started. Mark and Nicki discussed, the amount of money we are losing, just taking debit and credit cards, because of fees we are getting charged. Bobby made motion to have them to start on new tariffs, Mike seconded the motion, and the motion carried.

There was no more business, Bobby made motion to adjourn, Mike seconded the motion, and the motion carried.

STANFORD COST			EUBANK COST	
	GALLONS		GALLONS	
<b>2012 PURCHASED</b>			<b>2012 PURCHASED</b>	
AUGUST	\$16,005.84	7,846,000	\$11,968.75	2,711,100
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<b>TOTALS</b>	<b>\$278,393.47</b>	<b>110,683,700</b>

## GALLONS SOLD TO CUSTOMERS

## SALES

2012

AUGUST	9,735,400	\$74,060.12
SEPTEMBER	8,105,200	\$64,749.43
OCTOBER	8,479,000	\$67,062.18
NOVEMBER	6,449,900	\$55,014.39
DECEMBER	7,674,100	\$62,126.62

2013

JANUARY	6,634,600	\$56,051.90
FEBRUARY	6,572,800	\$55,744.82
MARCH	6,728,800	\$56,600.62
APRIL	6,536,200	\$55,548.61
MAY	6,391,800	\$54,682.61
JUNE	6,843,000	\$57,336.50
JULY	8,946,800	\$69,692.89

TOTAL	89,097,600 GALLONS	\$728,670.69
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# THE INTERIOR JOURNAL

*Lincoln County's hometown newspaper*

## AFFIDAVIT

I, Bonnie Kolasa, Production Manager of The Interior Journal,  
a newspaper published in Stanford, Kentucky,  
certify that the Purchased Water Adjustment for  
McKinney Water District  
was published in the September 12, 2013  
issue of The Interior Journal.

Bonnie Kolasa

Sworn to before me September 12, 2013.

Notary: Lina Cooper

Expiration Date: July 28, 2014

# IJ CLASSIFIEDS

## Stanford Greens Apartments

117 Herndon Ave.  
Stanford, Ky. 40484

No Income Restrictions  
1 & 2 Bedroom Apartments Available

Maintenance Free Living

\*Central heat and air

\*On-site laundry

Call 606-365-9068

TDD#1-800-648-6056

Monday & Friday

8:30 a.m. to 5 p.m.



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- \$10.00 per hour
- High School Diploma/GED Not Required
- Pre-employment drug-screen and criminal background check
- All Shifts available/Overtime Available

Applications taken Mon-Friday 8:00 AM to Noon and 1:00 PM-3:00 PM

206 1/2 Richmond Road

Berea, Kentucky 40403

Delynn Morris 859-985-0405 or  
dmorris@nescoresource.com

KY-184022

## LEGAL NOTICE

### NOTICE TO MCKINNEY WATER DISTRICT CUSTOMERS

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The current and proposed rates are:

#### CURRENT RATES

##### 5/8x3/4 Inch Meter

First 1,000 gallons	\$12.58 Minimum Bill	\$0.43
Next 2,000 gallons	7.37 per 1,000 gallons	\$0.43
Next 7,000 gallons	6.04 per 1,000 gallons	\$0.43
Over 10,000 gallons	5.40 per 1,000 gallons	\$0.43

##### 1 Inch Meter

First 5,000 gallons	\$39.40 Minimum Bill	\$2.15
Next 5,000 gallons	6.04 per 1,000 gallons	\$0.43
Over 10,000 gallons	5.40 per 1,000 gallons	\$0.43

##### 2 Inch Meter

First 20,000 gallons	\$123.60 Minimum Bill	\$8.60
Over 20,000 gallons	5.40 per 1,000 gallons	\$0.43

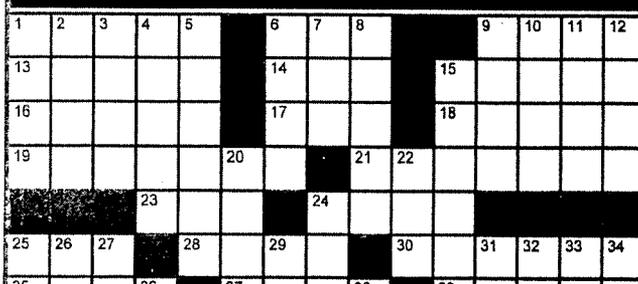
#### PROPOSED RATES

##### % Difference

3.41%	\$13.01 Minimum
5.83%	7.80 per 1,000 gallons
7.11%	6.47 per 1,000 gallons
7.96%	5.83 per 1,000 gallons

You may obtain a copy of the "Purchased Water Adjustment" containing the current and proposed rates by calling the office at (606) 346-2220 or at the water office on 2900 Ky. Hwy. 198, McKinney, KY 40448. You can also go to PSC's web site and view all the District's documents and tariffs. You may contact PSC at (502) 564-3940 or 1-800-772-4836.

### CROSSWORD



**Absolutely** no fishing, wood-cutting, hunting, 4-wheeling or trespassing of any kind located on the land belonging to Alma Bruner on 200 Schuler Rd., Waynesburg (Parlor Grove Com.). Not responsible for accidents. Violators will be prosecuted. 1-14.

**Absolutely** no trespassing of any kind on the property of Joy Vanhook located on Angel