

LEDBETTER WATER DISTRICT  
1483 U. S. 60 West  
P. O. Box 123  
Ledbetter, Kentucky 42058

Phone: 270-898-3236  
Fax: 270-898-3496  
ledbetterwaterdi@bellsouth.net

RECEIVED

APR 3 2015

PUBLIC SERVICE  
COMMISSION

April 1, 2015

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

**RE: Purchased Water Adjustment**

Dear Mr. Derouen:

Ledbetter Water District hereby requests approval for a Purchased Water Adjustment. Pursuant to Case number 2012-00390, Crittenden-Livingston Water District has raised the rate that it charges us for water. The old rate was \$2.46 per thousand gallons, and the new rate is \$2.58. Attached are the application form for the requested PWA, and a revised tariff rate sheet. Also attached is the notice from Crittenden-Livingston regarding the rate increase.

Ledbetter Water District will publish notice of the rate increase, according to PSC regulation, one time prior to rendering bills at the new rate. An affidavit from the publisher will be provided to the PSC when available.

During the twelve month period from February 1, 2014 to January 31, 2015 Ledbetter Water District purchased 40,944,000 gallons of water from Crittenden-Livingston Water District. During the same period Ledbetter also produced 47,522,484 gallons. Water sales to customers during the period were 60,990,448 gallons.

The PWA factor calculates to 0.081. In order to recover the full cost of the purchased water increase the PWA factor was rounded to 0.09. If you need more information please contact us.

Sincerely,



Billy Downs  
District Manager

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

RECEIVED

Name of Utility	Ledbetter Water District	APR 03 2015
Date	April 1, 2015	PUBLIC SERVICE COMMISSION
Address	1483 US 60 West, PO Box 123	
City, State, Zip	Ledbetter, KY 42058	
Telephone Number	270-898-3236	
Official Email Address	ledbetterwaterdi@bellsouth.net	

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
CrittendenLivingston Water District	\$2.46/Thousand Gal.	\$2.58/Thousand Gal.

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

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	February 1, 2014	through	January 31, 2015
	(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
Crittenden-Livingston Water District	40,944,000
Ledbetter Water District WTP	47,522,484
<b>TOTAL PURCHASED AND PRODUCED</b>	88,466,484
4. Total gallons sold for the 12 month period	60,990,448
5. Increased water cost	\$4,913.28
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.	
6. Purchased water adjustment factor	\$0.09
The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold.	
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.	
7. Proposed effective date	May 1, 2015
X <i>Phillip Dae</i> Phillip Dae	
Chairman Title	

ATTACHMENT A

PWA FACTOR

Increased cost:  $40,944.000 \times \$0.12 = \$4,913.28$

Purchased Water Adjustment Factor:

$\$4,913.28$  divided by  $60,990.448$  thousand gallons sold =  $\$0.081$

Rounded to  $\$0.09$

ATTACHMENT B

RATE COMPARISON SCHEDULE

Ledbetter Water District

ALL METER SIZES

CURRENT RATES

PROPOSED RATE

Customer Charge  
First 25,000 gallons  
Over 25,000 gallons

\$6.59 Monthly Rate  
\$5.59 per 1,000 gallons  
\$3.76 per 1,000 gallons

\$6.59 Monthly Rate  
\$5.68 per 1,000 gallons  
\$3.85 per 1,000 gallons

ATTACHMENT C

NOTICE OF SUPPLIER'S RATE INCREASE



# CRITTENDEN-LIVINGSTON County Water District

620 E. Main St. • Salem, Kentucky 42078

Phone (270) 988-2680 • Fax (270) 988-4892

To The Ledbetter Water District:

This letter is to notify the Ledbetter Water District that as of May 1, 2015 the new wholesale rate increase will be \$2.58 per 1,000 gallons.

Thank You,

*Remie Stepton*

LM

FOR Crittenden-Livingston County, Kentucky  
Community, Town or City

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

Original SHEET NO. 42

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

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

Crittenden-Livingston County Water District  
(Name of Utility)

**A.3. MONTHLY RATES:**

**PHASE III (Effective for Service Rendered On and After May 1, 2016)**

5/8" x 3/4" Meter

First 1,000 gallons	\$18.73	Minimum Bill
Next 9,000 gallons	10.65	per 1,000 gallons
Next 10,000 gallons	9.12	per 1,000 gallons
Over 20,000 gallons	7.20	per 1,000 gallons

1" Meter

First 5,000 gallons	\$61.33	Minimum Bill
Next 5,000 gallons	10.65	per 1,000 gallons
Next 10,000 gallons	9.12	per 1,000 gallons
Over 20,000 gallons	7.20	per 1,000 gallons

2" Meter

First 15,000 gallons	\$160.18	Minimum Bill
Next 5,000 gallons	9.12	per 1,000 gallons
Over 20,000 gallons	7.20	per 1,000 gallons

Bulk Sales \$7.20 per 1,000 gallons

Wholesale \$2.59 per 1,000 gallons

DATE OF ISSUE March 26, 2013  
Month / Date / Year

DATE EFFECTIVE January 1, 2013  
Month / Date / Year

ISSUED BY /s/ RONNIE SLAYDEN  
(Signature of Officer)

TITLE SUPERINTENDENT

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION  
IN CASE NO. 2012-00390 DATED 12/20/2012

<b>KENTUCKY PUBLIC SERVICE COMMISSION</b>
<b>JEFF R. DEROUEN EXECUTIVE DIRECTOR</b>
TARIFF BRANCH

EFFECTIVE <b>1/1/2013</b>
PURSUANT TO 807 KAR 5:011 SECTION 9 (1)

cc'd 3/6/13



# CRITTENDEN-LIVINGSTON County Water District

620 E. Main St. • Salem, Kentucky 42078

Phone (270) 988-2680 • Fax (270) 988-4892

To The Ledbetter Water District:

Here are the new rates for wholesale customers. As of January 1, 2013 the rate is \$2.34 per 1,000 gallons. See appendic C.

On March 1, 2014 the new rate will be \$2.46 per 1,000 gallons upon Crittenden/Livingston Board approval. See appendix D.

On May 1, 2015 the new rate will be \$2.58 per 1,000 gallons upon Crittenden/Livingston Board approval. See appendix E.

Wholesale rate increase as of January 1, 2013- 6.2%

Wholesale rate increase as of March 1, 2014- 5.0%

Wholesale rate increase as of May 1, 2015- 5.0%

Thank You,

*Rome Slyden*

ok  
*Phillip Aoe*



**NOTICE**

Notice is hereby given that the Crittenden-Livingston Water District seeks approval by the Public Service Commission, Frankfort, Kentucky, for an adjustment of rates in the total amount of \$343,414 on an annual basis, which is an increase of approximately 17.1 percent. Crittenden-Livingston Water District is proposing to phase in its requested increase in rates in three phases. The initial phase will produce annual operating revenues from water sales of \$2,134,177, an increase in of \$124,345 or an increase of approximately 6.2 percent over normalized revenues from water sales of \$2,009,423. The Phase II rate increase will produce annual operating revenues from water sales of \$2,241,227, an increase in of \$107,050 or an increase of approximately 5.0 percent over normalized revenues from the phase I increase of \$2,134,177. The Phase III rate increase will produce annual operating revenues from water sales of \$2,352,837, an increase in of \$111,610 or an increase of approximately 5.0 percent over normalized revenues from the phase II increase of \$2,241,227. Phase II rates will become effective 14-months from the date that Phase I rates take effect and Phase III rates will become effective 14-months from the date that Phase II rates take effect

The estimated amount of the total increase per customer class/meter size is:

Meter Size	Total Increase	Percentage
5/8"x3/4"	\$ 249,874	72.762%
1"	6,695	1.950%
2"	15,997	4.658%
Bulk	660	0.192%
Wholesale	70,188	20.438%
<b>Totals</b>	<b>\$ 343,414</b>	<b>100.000%</b>

The comparison of the present and proposed rates of the Crittenden-Livingston Water District is as follows:

		<u>Current Rates</u>	<u>Proposed Rates – Phase I</u>
<u>5/8 inch Meter:</u>			
First	2,000	\$16.00 Minimum Bill	\$16.99 Minimum Bill
Next	3,000	9.10 per 1,000 gallons	9.66 per 1,000 gallons
Next	5,000	7.80 per 1,000 gallons	8.28 per 1,000 gallons
All Over	10,000	6.15 per 1,000 gallons	6.53 per 1,000 gallons
<u>1-inch Meter:</u>			
First	5,000	\$52.40 Minimum Bill	\$55.63 Minimum Bill
Next	5,000	9.10 per 1,000 gallons	9.66 per 1,000 gallons
Next	10,000	7.80 per 1,000 gallons	8.28 per 1,000 gallons
All Over	10,000	6.15 per 1,000 gallons	6.53 per 1,000 gallons

<u>2-inch Meter:</u>				
First	20,000	\$136.9	Minimum Bill	\$145.33 Minimum Bill
Next	10,000	7.80	per 1,000 gallons	8.28 per 1,000 gallons
All Over	20,000	6.15	per 1,000 gallons	6.53 per 1,000 gallons
			<u>Current Rates</u>	<u>Proposed Rates – Phase I</u>
Bulk Sales		\$6.15	per 1,000 gallons	\$6.53 per 1,000 gallons
Wholesale		\$2.20	per 1,000 gallons	\$2.34 per 1,000 gallons
<u>5/8 inch Meter:</u>			<u>Proposed Rates – Phase I</u>	<u>Proposed Rates – Phase II</u>
First	2,000	\$16.99	Minimum Bill	\$17.84 Minimum Bill
Next	3,000	9.66	per 1,000 gallons	10.14 per 1,000 gallons
Next	5,000	8.28	per 1,000 gallons	8.69 per 1,000 gallons
All Over	10,000	6.53	per 1,000 gallons	6.86 per 1,000 gallons
<u>1-inch Meter:</u>				
First	5,000	\$55.63	Minimum Bill	\$58.40 Minimum Bill
Next	5,000	9.66	per 1,000 gallons	10.14 per 1,000 gallons
Next	10,000	8.28	per 1,000 gallons	8.69 per 1,000 gallons
All Over	10,000	6.53	per 1,000 gallons	6.86 per 1,000 gallons
<u>2-inch Meter:</u>				
First	20,000	\$145.33	Minimum Bill	\$152.55 Minimum Bill
Next	10,000	8.28	per 1,000 gallons	8.69 per 1,000 gallons
All Over	20,000	6.53	per 1,000 gallons	6.86 per 1,000 gallons
Bulk Sales		\$6.53	per 1,000 gallons	\$6.86 per 1,000 gallons
Wholesale		\$2.34	per 1,000 gallons	\$2.46 per 1,000 gallons
<u>5/8 inch Meter:</u>			<u>Proposed Rates – Phase II</u>	<u>Proposed Rates – Phase III</u>
First	2,000	\$17.84	Minimum Bill	\$18.76 Minimum Bill
Next	3,000	10.14	per 1,000 gallons	10.65 per 1,000 gallons
Next	5,000	8.69	per 1,000 gallons	9.12 per 1,000 gallons
All Over	10,000	6.86	per 1,000 gallons	7.20 per 1,000 gallons
<u>1-inch Meter:</u>				
First	5,000	\$58.40	Minimum Bill	\$61.33 Minimum Bill
Next	5,000	10.14	per 1,000 gallons	10.65 per 1,000 gallons
Next	10,000	8.69	per 1,000 gallons	9.12 per 1,000 gallons
All Over	10,000	6.86	per 1,000 gallons	7.20 per 1,000 gallons
<u>2-inch Meter:</u>				
First	20,000	\$152.55	Minimum Bill	\$160.18 Minimum Bill
Next	10,000	8.69	per 1,000 gallons	9.12 per 1,000 gallons
All Over	20,000	6.86	per 1,000 gallons	7.20 per 1,000 gallons
Bulk Sales		\$6.86	per 1,000 gallons	\$7.20 per 1,000 gallons
Wholesale		\$2.46	per 1,000 gallons	\$2.58 per 1,000 gallons

IMPACT ON AVERAGE CUSTOMER BILL

Meter Size	Average Usage	Existing Rates	Phase I Rates	Increase	
				Amount	%
5/8 x 3/4 Inch	5,000	\$52.40	\$55.63	\$3.23	6.16%
1 Inch	7,104	\$71.55	\$75.95	\$4.40	6.15%
2 Inch	94,228	\$601.20	\$638.32	\$37.12	6.17%

Meter Size	Average Usage	Phase I Rates	Phase II Rates	Increase	
				Amount	%
5/8 x 3/4 Inch	5,000	\$55.63	\$58.40	\$2.77	4.98%
1 Inch	7,104	\$75.95	\$79.73	\$3.78	4.98%
2 Inch	94,228	\$638.32	\$670.44	\$32.12	5.03%

Meter Size	Average Usage	Phase II Rates	Phase III Rates	Increase	
				Amount	%
5/8 x 3/4 Inch	5,000	\$58.40	\$61.33	\$2.93	5.02%
1 Inch	7,104	\$79.73	\$83.74	\$4.01	5.03%
2 Inch	94,228	\$670.44	\$703.74	\$33.30	4.97%

The rates contained in this notice are the rates proposed by the Crittenden-Livingston Water District; however, the Public Service Commission may order rates to be charged that differ from the proposed rates contained in this notice.

Notice is further given that any corporation, association, or person with a substantial interest in the matter may, by written request within thirty (30) days after the publication of this notice, request to intervene in the matter before the Public Service Commission. Intervention may be granted beyond the thirty (30) day period for good cause shown. The request should be submitted to the Public Service Commission at its address shown below. Any person who has been granted intervention by the Commission may obtain copies, free of charge, of the application and testimony by contacting Crittenden-Livingston Water District at the address below. Any person may examine the rate application and any other filings made by Crittenden-Livingston Water District at its offices or at the Public Service Commission at the addresses below.

Crittenden-Livingston Water District  
620 East Main Street  
Salem, Kentucky 42078

Telephone: 270-487-8131

Public Service Commission  
211 Sower Boulevard  
P.O. Box 615  
Frankfort, Kentucky 40602  
Telephone: 502-564-3940

Persons may also view and download a copy of the rate application through the Public Service Commission's website at [psc.ky.gov](http://psc.ky.gov).

ATTACHMENT D

PROPOSED NOTICE OF LEDBETTER'S RATE INCREASE

(To be published upon PSC approval of increase, before first billing period at higher rates)

## NOTICE

Notice is hereby given that the Ledbetter Water District seeks approval by the Public Service Commission, Frankfort, Kentucky, for an adjustment of rates for water service in the total amount of \$4,913.28 on an annual basis, which is an increase of approximately 1.14 percent. Ledbetter Water District requests the increase because of an increase in the rate that it pays Crittenden-Livingston Water District for purchased water. The proposed rates will take effect May 1, 2015.

<u>ALL METER SIZES</u>	<u>CURRENT RATES</u>	<u>PROPOSED RATE</u>
Customer Charge	\$6.59 Monthly Rate	\$6.59 Monthly Rate
First 25,000 gallons	\$5.59 per 1,000 gallons	\$5.68 per 1,000 gallons
Over 25,000 gallons	\$3.76 per 1,000 gallons	\$3.85 per 1,000 gallons

### COMPARISON OF RATES FOR ALL METER SIZES AT DIFFERENT USAGE LEVELS

<u>MONTHLY USAGE GALLONS</u>	<u>MONTHLY BILL AT CURRENT RATE</u>	<u>MONTHLY BILL AT PROPOSED RATE</u>	<u>PERCENT INCREASE OVER CURRENT</u>
0	\$6.59	\$6.59	0%
1,000	\$12.18	\$12.27	0.74%
2,000	\$17.77	\$17.95	1.01 %
5,000	\$34.54	\$34.99	1.30%
10,000	\$62.49	\$63.39	1.44%
20,000	\$118.39	\$120.19	1.52%
30,000	\$165.14	\$167.84	1.63%
50,000	\$240.34	\$244.84	1.87%
75,000	\$334.34	\$341.09	2.02%
100,000	\$428.34	\$437.34	2.10%
200,000	\$804.34	\$822.34	2.24%
1,000,000	\$3,812.34	\$3,902.34	2.14%

**Note:** Average customer (5,000 gallons usage) bill will increase from \$34.54 to \$34.99 or 1.30%.

The rates in this notice are the rates proposed by the Ledbetter Water District; however, the Public Service Commission may order rates to be charged that differ from the proposed rates contained in this notice.

Notice is further given that any corporation, association, or person with a substantial interest in the matter may, by written request within thirty (30) days after the publication of this notice, request to intervene in the matter before the Public Service Commission. Intervention may be granted beyond the thirty (30) day period for good cause shown. The request should be submitted to the Public Service Commission at its address shown below. Any person who has been granted intervention by the Commission may obtain copies, free of charge, of the application and testimony by contacting Ledbetter Water District at the address below. Any person may examine the rate application and any other filings made by Ledbetter Water District at its offices between 8:00 and 4:00 at the address below, or at the Public Service Commission between 8:00 and 4:30 at the address below.

Ledbetter Water District  
1483 US 60 West  
PO Box 123  
Ledbetter, Kentucky 42058  
Telephone: 270-898-3236

Public Service Commission  
211 Sower Boulevard  
PO Box 615  
Frankfort, Kentucky 40602  
Telephone: 502-564-3940

Persons may also view and download a copy of the rate application through the Public Service Commission's website at [psc.ky.gov](http://psc.ky.gov).

ATTACHMENT E

MINUTES OF MEETING  
WHERE RATE INCREASE WAS APPROVED

January 20, 2015

James asked if we contacted Worker's Comp. Paula said no. Phillip asked if there was time loss at work. He missed a couple of days. Phillip said we should get something on record. Everything should be documented. Bill asked if got paid for his time off. Paula said used his comp time. Bill said that we should just go ahead and pay him from the company.

**New Business**

**Purchased Water Adjustment:**

Billy told the Board that it is time for the final rate increase for Crittenden-Livingston County purchased water. He has all of the paperwork ready to mail to the PSC. It can't be mailed until April which is 30 days before it goes into effect. It looks like the increase will be \$0.09 per 1000 gallons. He needs the Boards approval to send in the application approving the increase. He has to wait until this month's usage is in his calculations. It could be \$0.08 or \$0.09.

James made a motion to have Billy figure the correct increase rate according to our sales and send in the application for the purchased water adjustment to PSC. Bill seconds the motion, all were in favor none opposed. Motion carries.

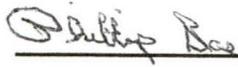
Paula told the Board that Stacy Boone was here for 3-4 days last week working on our 2014 reports. She is way ahead this year.

Terry made a motion to accept the minutes and financials for last month as written. Bill seconds the motion. All were in favor, none opposed. Motion carries.

Phillip stated that this completes our agenda for the evening. Meeting was adjourned at 7:02 P.M.

January 20, 2015

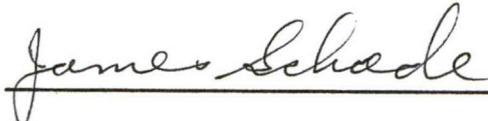
**WE THE UNDERSIGNED BEING THE COMMISSIONERS OF THE LEDBETTER WATER DISTRICT ORGANIZED AND BY THE LAWS OF THE STATE OF KENTUCKY, DO HEREBY SEVERLY WAIVER ANY AND ALL NOTICE OF THE COMMISSIONERS OF SAID DISTRICT, CONSENT, RATIFY, APPROVE AND CONFIRM ANY AND ALL TRANSACTIONS AT SUCH MEETING HEREIN SET FORTH.**

  
\_\_\_\_\_

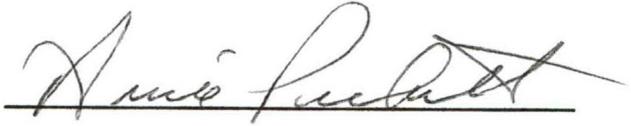
**PHILLIP DAE, CHAIRMAN**

  
\_\_\_\_\_

**TERRY TEITLOFF, VICE-CHAIRMAN**

  
\_\_\_\_\_

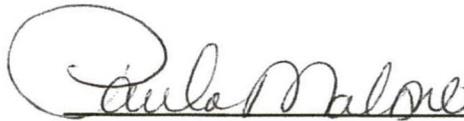
**JAMES SCHADE, SECRETARY-TREASURER**

  
\_\_\_\_\_

**ARNIE PUCKETT, COMMISSIONER**

  
\_\_\_\_\_

**BILL GILLAHAN, COMMISSIONER**

  
\_\_\_\_\_

**PAULA MALONE, OFFICE MANAGER**