

West McCracken Water District
8020 Ogden Landing Road
West Paducah, KY 42086



Gary Jackson, Chairman

Sheila Mansfield, Superintendent

September 22, 2015

Jeff Derouen, Executive Director
Public Service Commission
211 Sower Boulevard
P.O. Box 615
Frankfort, Kentucky 40602

RECEIVED

SEP 28 2015

PUBLIC SERVICE
COMMISSION

RE: West McCracken County Water District
Purchase Water Adjustment

Dear Mr. Derouen:

On behalf of the West McCracken County Water District, please find enclosed the original and ten copies of a Purchase Water Adjustment. The adjustment is in response to our supplier's (Paducah Water) decision to raise the wholesale rate from \$1.50/1,000 gallons to \$1.70/1,000 gallons. In addition to the PWA, a copy of our customer rate change notice and revised tariff are enclosed.

If you have any questions or need additional information, please feel free to call our office or email westmccrackenwater@comcast.net.

Sincerely,

Handwritten signature of Sheila Mansfield in blue ink.

Sheila Mansfield
Superintendent

- Exhibit 1.....Purchased Water Adjustment
- Exhibit 2.....Supplier’s Notice
- Exhibit 3.....Increased Water Cost Supporting Document
- Exhibit 4.....Schedule of Current and Proposed Rates
- Exhibit 5.....Board of Commissioners Authorization
- Exhibit 6.....Customer Notice of Rate Change
- Exhibit 7.....Revised Tariff

EXHIBIT 1

RECEIVED
SEP 28 2015
PUBLIC SERVICE
COMMISSION

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

Name of Utility	West McCracken County Water District	
Date	September 21, 2015	
Address	8020 Ogden Landing Road	
City, State, Zip	West Paducah, Kentucky	42086
Telephone Number	270-442-3337	
Email Address	westmccrackenwater@comcast.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
Paducah Water	\$1.50 per 1,000 gallons	\$1.70 per 1,000 gallons

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	September, 2014	through	August, 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.

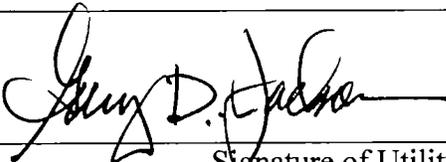
Supplier(s)	Gallons Purchased during 12 month period
Paducah Water	131,693,400
TOTAL PURCHASES	131,693,400
4. Total gallons sold for the 12 month period	110,990,290
5. Increased water cost	\$26,338.68
<p>The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate. The calculation and all supporting documents used to determine the change in purchased water costs sufficient to determine the accuracy of the calculation is attached as Exhibit</p>	
6. Purchased water adjustment factor	\$.00023731
<p>The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold.</p>	
<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.</p>	
7. A schedule listing the current and proposed rates is attached as Exhibit	
8. A copy of the resolution or other document of the utility's governing body authorizing the proposed rates is attached as Exhibit	
9. Proposed effective date	October 1, 2015
	
Signature of Utility Officer	
Chairman	
Title	

EXHIBIT 2



PADUCAH WATER
 1800 North 8th Street
 Paducah, Kentucky 42001
 Bill Robertson, PE
brobertson@pwwky.com 270.444.5550
 Fax 270-443-9727

LETTER OF TRANSMITTAL

Account Number:

Transmittal Date: August 10, 2015

To:
Ms. Sheila Mansfield West McCracken Water District 8020 Odgen Landing Road West Paducah, Kentucky 42086

We are sending you: Attached Under separate cover the following items:

- Reviewed Drawings Prints Specifications Copy of Letter
 Permit Release

QUANTITY	DESCRIPTION
1	<i>PSC Required Notice of Increase of Water Rate</i>

These are transmitted as checked below:

- For Approval Resubmit As Requested
 Approved as Noted Return for Corrections For Review and Comment
 Approved as Submitted For Your Use Other

Remarks:

Sheila,
 We are required to provide this Notice a minimum of 30 days prior to increasing your rates.

We intend to submit our package to the PSC this Friday (August 14, 2015). If you still want to send your request for a rate adjustment at the same time let me know.

Sincerely,

Bill Robertson

Bill Robertson, P.E.
Paducah Water General Manager



The Clear Clean Choice

NOTICE

Paducah Water Works hereby provides notice that it will file with the Public Service Commission no later than August 14, 2015, to increase its wholesale water rate to West McCracken County Water District.

New rates are proposed to be implemented in three incremental steps, the first to become effective for water service rendered on and after October 1, 2015 with a new rate to become effective on each subsequent annual anniversary as set forth below:

<u>Monthly Rate Per 1,000 Gallons</u>	<u>New Rate</u>	<u>Previous Rate</u>	<u>\$ Difference</u>	<u>% Difference</u>
Effective 10/01/2015	\$1.70	\$1.50	\$0.20	13.3%
Effective 10/01/2016	\$1.90	\$1.70	\$0.20	11.8%
Effective 10/01/2017	\$2.10	\$1.90	\$0.20	10.5%

Water flowing through the meter(s) before the effective date will be charged at the previous rate while water flowing through the meter(s) on and after the new effective date will be charged at the new rate.

This filing may be examined at the Paducah Water Works office located at 1800 North 8th Street in Paducah, Kentucky; telephone: (270) 442-2746.

This filing may also be examined at the offices of the Public Service Commission located at 211 Sower Boulevard in Frankfort, Kentucky, Monday – Friday from 8:00 am – 4:30 pm, or on the Public Service Commission's website at <http://psc.ky.gov>.

Comments regarding this filing may be submitted by mail to the Public Service Commission, Post Office Box 615, Frankfort, Kentucky 40602; or through its website at <http://psc.ky.gov>.

The proposed rates are the rates proposed by Paducah Water Works, but the Public Service Commission may order rates that differ from these proposed rates.

Intervention may be requested by submitting a timely written request for intervention by mail to the Public Service Commission, Post Office Box 615, Frankfort, Kentucky 40602. The request for intervention must establish the grounds for the request including the status and interest of the party.

If the Public Service Commission does not receive a written request for intervention within thirty (30) days of the providing of this notice, the Public Service Commission may take final action on the filing.

EXHIBIT 3

West McCracken County Water District

Gallons Purchased

Gallons Sold

14-Sep	13,907,500	14-Sep	9,950,887
14-Oct	11,103,900	14-Oct	10,562,283
14-Nov	12,388,600	14-Nov	9,658,130
14-Dec	10,912,100	14-Dec	10,100,038
15-Jan	9,180,800	15-Jan	9,644,233
15-Feb	11,566,800	15-Feb	7,401,446
15-Mar	8,558,500	15-Mar	8,548,193
15-Apr	10,029,300	15-Apr	7,530,641
15-May	9,512,700	15-May	8,878,993
15-Jun	12,262,800	15-Jun	9,128,396
15-Jul	10,580,300	15-Jul	10,872,860
15-Aug	<u>11,690,100</u>	15-Aug	<u>8,714,190</u>

total 131,693,400

total 110,990,290

Old Rate 131,693,400 divided by 1,000 x 1.50 = \$197,540.10
 New Rate 131,693,400 divided by 1,000 x 1.70 = \$223,878.78
 Increased Water Cost \$223,878.78 - \$197,540.10 = \$26,338.68
 PWA Factor \$26,338.68 by 110,990,290 = \$.00023731

EXHIBIT 4

West McCracken County Water District

RATES

APPLICABLE WITHIN THE SERVICE AREA OF THE WEST MCCRACKEN COUNTY WATER DISTRICT

<u>Minimum Rate with Zero Usage</u>	<u>Existing</u>	<u>Proposed</u>
5/8" Meter	\$6.65	
1" Meter	\$16.64	
2" Meter	\$66.56	
3" Meter	\$99.84	
4" Meter	\$166.40	
All Water Usage		
0 to 100,000 gallons per month, per 1,000 gallons	\$5.32	\$5.52
Over 100,000 gallons per month, per 1,000 gallons	\$3.62	\$3.82
Bulk Water Sales, per 1,000	\$5.75	\$5.95

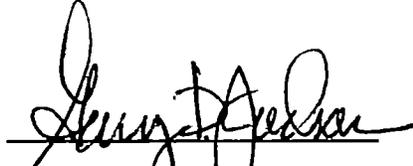
EXHIBIT 5

West McCracken County Water District held its monthly board meeting on Monday, September 21, 2015.

MOTION moved by Keith Anderson: To pass the purchase water increase to the customer for the sovereignty of the district.

VOTE: 3 in favor

RESOLVED: Motion carried.



Chairman, Gary Jackson



Secretary, Benny Heady



Treasurer, Keith Anderson

EXHIBIT 6

NOTICE

West McCracken County Water District hereby provides notice that because of an increase in the cost of water purchased from Paducah Water, the West McCracken County Water District will increase its rates for services effective October 1, 2015. An application has been filed with the Kentucky Public Service Commission to increase rates as follows:

<u>Minimum Rate with Zero Usage</u>	<u>Existing</u>	<u>Proposed</u>
5/8" Meter	\$6.65	
1" Meter	\$16.64	
2" Meter	\$66.56	
3" Meter	\$99.84	
4" Meter	\$166.40	
All Water Usage		
0 to 100,000 gallons per month, per 1,000 gallons	\$5.32	\$5.52
Over 100,000 gallons per month, per 1,000 gallons	\$3.62	\$3.82
Bulk Water Sales, per 1,000	\$5.75	\$5.95

As noted above, based on the increased cost of water from Paducah Water, rates will increase \$0.20 per 1,000 gallons. The monthly bill for a customer using an average of 5,000 gallons of water each month will increase from \$33.25 to \$34.25. This is an increase of \$1.00 or 3%.

The charges/rates contained in this notice are the charges/rates proposed by the West McCracken County Water District. However, the Public Service Commission may order charges/rates to be charged that differ from these proposed charges/rates. Such action may result in charges/rates for consumers other than the charges/rates detailed in this notice.

Any person may examine this application at the office of West McCracken County Water District office located at 8020 Ogden Landing Road West Paducah, Kentucky. In addition, any person may also examine the application at the Public Service Commission's office located at 211 Sower Boulevard Frankfort, Kentucky 40601, Monday through Friday, 8 a.m. to 4:30 p.m., or through the Public Service Commission's website at <http://psc.ky.gov>. The Public Service Commission can also be contacted at 502-564-3940.

This notice is published pursuant to 807 KAR 5:068 – Purchased Water Adjustment for Water Districts and Water Associations.

EXHIBIT 7

For: ENTIRE AREA SERVED

PSC KY Number: _____

_____ Sheet No. 1

Cancelling PSC KY Number: _____

REVISED Sheet No. 1

WEST MCCRACKEN COUNTY WATER DISTRICT

(Name of Utility)

RATES

APPLICABLE WITHIN THE SERVICE AREA OF THE WEST MCCRACKEN COUNTY WATER DISTRICT

<u>Minimum Rate with Zero Usage</u>	<u>Existing</u>
5/8" Meter	\$6.65
1" Meter	\$16.64
2" Meter	\$66.56
3" Meter	\$99.84
4" Meter	\$166.40

All Water Usage

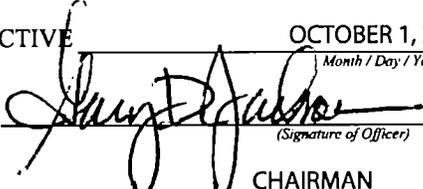
0 to 100,000 gallons per month, per 1,000 gallons	\$5.52
Over 100,000 gallons per month, per 1,000 gallons	\$3.82
Bulk Water Sales, per 1,000	\$5.95

DATE OF ISSUE September 22, 2015

Month / Day / Year

DATE EFFECTIVE OCTOBER 1, 2015

Month / Day / Year

ISSUED BY 

(Signature of Officer)

TITLE CHAIRMAN

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____