

## **807 KAR 5:067.**

### **Purchased Water Adjustment for Investor Owned Utilities.**

Section 1(1). "Application" means:

- A completed Purchased Water Adjustment Form 2.
- A schedule listing current and proposed rates.
- A copy of the supplier's notice showing a change in the supplier's base rate.
- The calculation and all supporting documents used to determine the change in purchased water costs sufficient to determine the accuracy of the calculation.
- If the utility is not a sole proprietorship or partnership, a copy of the resolution or other document of the utility's governing body authorizing the proposed rates.

**NOTE: ITEM 7 ON THE APPLICATION STATES:**

*"Revised tariff sheets must be attached showing the rate to be charged by the utility and the effective date of the increased rates."*

**HOWEVER, ITEM 7 IS NO LONGER REQUIRED TO BE FILED WITH THE APPLICATION.**

**PURCHASED WATER ADJUSTMENT FOR  
INVESTOR OWNED UTILITIES  
(807 KAR 5:067)**

Name of Utility		
Date		
Address		
City, State, Zip		
Telephone Number		

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

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		through	
	(month and year)		(month and year)

3. a. 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
TOTAL PURCHASES	
<b>MAXIMUM ALLOWABLE GALLONS</b>	
3. b. If a reasonable unaccounted for water loss was expressly determined in the utility's last general rate case then the maximum allowable gallons is calculated as follows:	
TOTAL GALLONS SOLD ÷ (100% - percentage of unaccounted water loss found reasonable) =	
3. c. No unaccounted for water loss was expressly determined in the utility's last rate case and the actual unaccounted for water loss exceeds 15% then the maximum allowable gallons is calculated as follows:	
TOTAL GALLONS SOLD ÷ (0.85) =	
3. d. No unaccounted for water loss was expressly determined in the utility's last rate case and the actual unaccounted for water loss is less than 15% then the actual gallons of water purchased is used:	
ENTER ACTUAL GALLONS PURCHASED	
4. Total gallons sold for the 12 month period	
5. Increased water cost	

The increased water cost is the cost difference between Maximum Allowable Purchases at base (current rate) and purchases at new rate.

6. Purchased water adjustment factor\*

\*The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold. (Number 5 ÷ ( Number 4 ÷ 1,000))

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. Revised tariff sheets must be attached showing the rate to be charged by the utility and the effective date of the increased rates. Item no longer required.~~

8. Proposed effective date

Signature of Utility Officer

Title