# CASE NO: 2008-0024/ EAST DAVIESS COUNTY WATER ASSOCIATION, INC. 9210 STATE ROUTE 144 KNOTTSVILLE, KY 42366 (270)281-5187

June 26, 2008

# RECEIVED

JUN 3 0 2008

Ms. Beth O'Donnell Executive Director KY Public Service Commission PO Box 615 Frankfort, KY 40602

PUBLIC SERVICE

RE: Formal Application for a Purchased Water Adjustment

This is an application for a purchased water rate adjustment for the East Daviess County Water Association, Inc. The adjustment is necessary to recover an increase in the cost of water attributable to our supplier's new wholesale rates that became effective June 1, 2008. The Association is seeking to make this effective with the billing due by August 15, 2008.

The Association will publish the enclosed public notice of these requested rate revisions in the local newspaper. In accordance with PSC rules and regulation, the notice will be published before the new bills are issued and will be published <u>one</u> time. A copy of the newspaper notice will be forwarded to you upon publication.

Sincerely,

Edwin Payne

Edwin Payne, Manager





March 14, 2008

JUN 3 0 2008

PUBLIC SERVICE

Mr. Edwin Payne, Manager East Daviess County Water Association 9210 KY 144 Philpot, KY 42366-9743

Re: Wholesale Water Rate Increase

Dear Edwin:

We have made the required rate calculations for fiscal year 2008-2009, as per terms of the contract. A copy of these calculations is enclosed, as well as a copy of the fiscal year 2006-2007 true-up calculations.

Based on these calculations, the rate charged to the East Daviess County Water Association (EDCWA) will become \$1.360 per thousand gallons for the fiscal year beginning June 1, 2008, an increase of 8.8% versus the prior fiscal year.

The ultimate per unit cost to EDCWA is dependent upon annual water usage and the costs contractually allocated to your association. Future year calculations may result in fluctuations in the rate per thousand gallons. The formal calculation will continue to be prepared annually.

Please contact me with any questions, or if you need further information.

Sincerely

Stanley K. Conn General Manager

Cc: Kentucky Public Service Commission Enclosures

Owensboro Municipal Utilities • P.O. Box 806 • Owensboro, KY 42302-0806 • 270-926-3200 • www.omu.org

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

	EAST DAVIESS COUNTY WATE	R ASSOCIATION
Name of Utility		
	6/26/08	
Date		
	9210 STATE ROUTE 144	
Address		
	KNOTTSVILLE, KY	42366
City, State, Zip		
	270-281-5187	
Telephone Number		
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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
	\$1.25	\$1.36
OWENSBORO		

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).

	JUNE 2007	1	MAY 2008	
From		through		
	(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
OWENSBORO		315,964,000
ΤΟΤΑΙ	L PURCHASES	315,964,000
4. Total sales for the 12 month period	274,731,214	
4. Total sales for the 12 month period		
5. Increased water cost \$34,756		
The increased water cost is the cost dif rate) and purchases at new rate.	ference between	purchases at base (current
	0.13	
6. Purchased water adjustment factor		
The purchased water adjustment factor water by the total gallons sold.	r is obtained by di	viding the increased cost of
<b>Note:</b> The purchased water adjustmer If the minimum usage is 2,000 gallons would be added to the minimum bill two	then the purchase ice. Revised tarif	ed water adjustment factor f sheets must be attached
showing the rate to be charged by the	utility and the effe	ctive date of the increased
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showing the rate to be charged by the rates.     7. Proposed effective date   (LEAVE <i>Eduun</i> Signatu		

Page 2 of 2

		East D	aviess		
SUPPLIER OMU	NEW RATE (per 1,000) \$1.3600		OLD RATE (per 1,000) \$1.2500		1.2.1.2.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1
TWELVE MONTH TEST PE	RIOD:				]
SUPPLIER OMU 0 0			GALLONS PURCHASE JRING TEST PERI 315,964,000		
TOTAL			315,964,000		
SUPPLIER OMU 1 2 TOTAL	COST AT <u>NEW RATE</u> \$429,711.04 \$0.00 \$0.00 \$429,711.04	_	COST AT OLD RATE \$394,955.00 \$0.00 \$394,955.00	Ξ	INCREASED WATER COS \$34,756
TOTAL GALLONS SOLD FO	OR THE TEST P	ERIOD :		274,731,214	]
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Increased Water Cost /( tota \$34,756.04 January February March April May June July August September October	al gallons sold / 1 / <u>Sold</u> - - - - - - - - - - - - - - - - - - -	,000) = Purchas 274,731,214	/1000 Sold - - - - - - - - - - - - -	actor = ROUNDED	0.1265092

### **NOTICE**

Due to a rate increase from the City of Owensboro, notice is hereby given that East Daviess County Water Association has filed An Application for a Purchased Water Adjustment with the Kentucky Public Service Commission for the purpose of adjusting its water rates. Customer rates will increase by 13 cents per 1,000 gallons used. The proposed change will be effective for all bills issued on and after

<u>5/8 x 3/4 Meter</u> First 2,000 Gallons Next 4,000 Gallons Next 44,000 Gallons Over 50,000 Gallons	\$14.35 Minimum Bill 4.85 Per 1,000 Gallons 3.90 Per 1,000 Gallons 3.20 Per 1,000 Gallons
<u>3/4 Meter</u> First 3,000 Gallons Next 3,000 Gallons Next 44,000 Gallons Over 50,000 Gallons	\$19.20 Minimum Bill 4.85 Per 1,000 Gallons 3.90 Per 1,000 Gallons 3.20 Per 1,000 Gallons
<u>1 Inch Meter</u> First 6,000 Gallons Next 44,000 Gallons Over 50,000 Gallons	\$33.75 Minimum Bill 3.90 Per 1,000 Gallons 3.20 Per 1,000 Gallons
<u>1 1/2 Inch Meter</u> First 10,000 Gallons Next 40,000 Gallons Over 50,000 Gallons	\$49.35 Minimum Bill 3.90 Per 1,000 Gallons 3.20 Per 1,000 Gallons
<u>2 Inch Meter</u> First 20,000 Gallons Next 30,000 Gallons Over 50,000 Gallons	\$88.35 Minimum Bill 3.90 Per 1,000 Gallons 3.20 Per 1,000 Gallons
Leak Adjustment Rate	\$2.05 per 1,000 gallons
Wholesale Water Rate Southeast Daviess Water	District \$1.63 per 1,000 gallons

The monthly bill for a customer using an average of 5,000 gallons per month will increase \$0.65 from \$28.25 to \$28.90 or 2.3%.

The rates contained in this notice are the rates proposed by East Daviess Water Association. However, the Public Service Commission may order rates to be charged that differ from these proposed rates. Such action may result in rates for consumers other than the rates in this notice.

East Daviess Water Association has available for inspection at its office the application submitted to the Public Service Commission. The office is located at 9210 State Route 144, Knottsville, KY 42366.

East Daviess Water Association

	FOR <u>Daviess Co.</u> Community, Town or City
	P.S.C. KY. NO.
	SHEET NO
EAST DAVIESS COUNTY WATER ASSOCIATION	CANCELLING P.S.C. KY.NO.
(Name of Utility)	SHEET NO
RATES &	2 CHARGES
Ionthly Rates:	
5/8" x 3/4 " Meter	
First 2,000 gallons	\$14.35 Minimum Bill
Vext 4,000 gallons	4.85 per 1,000 gallons
Next 44,000 gallons	3.90 per 1,000 gallons
Over 50,000 gallons	3.20 per 1,000 gallons
8/4 " Meter	
First 3,000 gallons	\$19.20 Minimum Bill
Next 3,000 gallons	4.85 per 1,000 gallons
Next 44,000 gallons	3.90 per 1,000 gallons
Over 50,000 gallons	3.20 per 1,000 gallons
<u>1 " Meter</u>	
First 6,000 gallons	\$33.75 Minimum Bill
Next 44,000 gallons	3.90 per 1,000 gallons
Over 50,000 gallons	3.20 per 1,000 gallons
<u>1 1/2 " Meter</u>	
First 10,000 gallons	\$49.35 Minimum Bill
Next 40,000 gallons	3.90 per 1,000 gallons
Over 50,000 gallons	3.20 per 1,000 gallons
<u>2 " Meter</u>	
	• •
Over 50,000 gallons	3.20 per 1,000 gallons
First 20,000 gallons Next 30,000 gallons Over 50,000 gallons	\$88.35 Minimum Bill 3.90 per 1,000 gallons 3.20 per 1,000 gallons
DATE OF ISSUE	
DATE EFFECTIVE	
Month / Date / Year	
ISSUED BY Course of Officer)	

TITLE Manager	-	
BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION	ļ	

IN CASE NO. \_\_\_\_\_DATED \_\_\_\_\_

	FOR <u>Daviess Co.</u> Community, Town or City
	P.S.C. KY. NO
	SHEET NO
EAST DAVIESS COUNTY WATER ASSOCIATION (Name of Utility)	CANCELLING P.S.C. KY.NO
RATES &	CHARGES
LEAK ADJUSTMENT RATE:	\$2.05 per 1,000 gallons

### WHOLESALE WATER RATE:

Southeast Daviess Water District

\$1.63 per 1,000 gallons

DATE OF ISSUE
Month / Date / Year
DATE EFFECTIVE
Month / Date / Year
ISSUED BY Edwin Jayne
(Signature of Officer)
TITLE_MANAGEL
BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NODATED