

Madison County Utilities District

297 Michelle Dr.

P O Box 670 ♦ Richmond KY 40476-0670 ♦ 859-624-1735 ♦ Fax 859-623-8220

June 8, 2011

Public Service Commission
211 Sower Blvd
PO Box 615
Frankfort KY 40602-0615

RECEIVED

JUN 9 2011

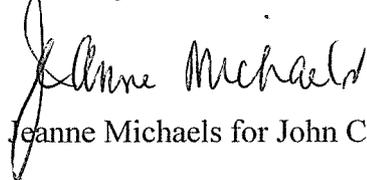
PUBLIC SERVICE
COMMISSION

Re: PSC Case No 2011-00165

In response to your letter dated June 6, 2011 you will find enclosed the additional information for water based on a 12 month period ending no more than 90 days prior to the effective date of the adjusted rate.

If you have further questions, please call at the above number.

Sincerely,



Jeanne Michaels for John Clark, Mgr.

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

Name of Utility	Madison County Utilities District	
Date	May 3, 2011	
Address	P.O. Box 670	
City, State, Zip	Richmond, KY	40476-0670
Telephone Number	859.624-1735	

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.

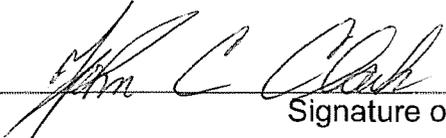
Supplier(s)	Base Rate	Changed Rate
Richmond Utilities	\$2.14 per 100 cu ft	\$2.17 per 100 cu ft

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

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	May, 2010	through	April, 2011
	(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
Richmond Utilities		88,647,400 cu ft
TOTAL PURCHASES		88,647,400 cu ft
4. Total sales for the 12 month period	\$4,037,197.36 (includes taxes)	
5. Increased water cost	\$26,594.22	
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.		
6. Purchased water adjustment factor	\$0.03 per 100 cu ft	
The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold.		
<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. 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	July 1, 2011	
		
Signature of Utility Officer		
		
Title		

List of Exhibits

Exhibit #1 – Suppliers Notice

Exhibit #2 – Water Purchased / Water Sold (5/1/10 to 4/30/11)

Exhibit #3 -- Billing Record (5/1/10 to 4/30/11)

Exhibit #4 – Calculations

Exhibit #5 – Proposed Billing Rates



300 Hallie Irvine St.
P.O. Box 700
Richmond, KY 40476-0700

Handwritten signature

April 18, 2011

Madison County Utility District
Attn: Jim Carr/John Clark
PO BOX 670
Richmond, KY 40476-0670

Dear Jim/John:

NOTICE

Richmond Utilities ("RU") has filed a proposed rate schedule which will increase the rate for water service provided as follows:

	<u>Current Rate</u>	<u>Proposed Rate</u>	<u>% Difference</u>
Kirksville Water Association	\$2.14/100 Cu Ft	\$2.17/100 Cu Ft	1.6% Increase
Madison County Utility District	\$2.14/100 Cu Ft	\$2.17/100 Cu Ft	1.6% Increase

The proposed effective date is July 1, 2011.

The rates contained in this notice are the rates proposed by RU. 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. Intervention may be granted beyond the thirty (30) day period for good cause shown.

Any person who has been granted intervention by the Public Service Commission may obtain copies of the rate application and any other filings made by RU by contacting Scott Althausser at the offices of RU, 300 Hallie Irvine Street in Richmond, Kentucky: telephone 859-623-2323.

Any person may examine the rate application and other filings made by RU by visiting the offices of RU at 300 Hallie Irvine Street or by contacting the Public Service Commission at 211 Sower Boulevard in Frankfort, Kentucky; telephone 502-564-3940.

Sincerely,

Handwritten signature of Scott Althausser

Scott Althausser
General Manager

Cc: Greg Puckett, Counsel
Madison County Fiscal Court

Madison County Utilities District					
2010 Water Purchased			2010 Water Sold		
	Cubic Feet	Gallons		Cubic Feet	Gallons
Jan	7,270,600	54,384,088	Jan	6,042,961	45,201,348
Feb	6,714,600	50,225,208	Feb	4,857,581	36,334,706
Mar	7,507,800	56,158,344	Mar	5,725,585	42,827,376
Apr	7,736,200	57,866,776	Apr	6,585,039	49,256,092
May	8,022,000	60,004,560	May	5,718,787	42,776,527
June	8,387,800	62,740,744	June	7,490,695	56,030,399
July	9,027,800	67,527,944	July	7,151,904	53,496,242
Aug	7,063,600	52,835,728	Aug	7,541,804	56,412,694
Sept	6,749,500	50,486,260	Sept	6,825,360	51,053,693
Oct	8,114,200	60,694,216	Oct	6,341,982	47,438,025
Nov	6,734,300	50,372,564	Nov	9,294,243	69,520,938
Dec	7,838,300	58,630,484	Dec	5,867,414	43,888,257
2011 Water Purchased			2011 Water Sold		
Jan-11	6,547,100	48,972,308	Jan-11	5,866,152	43,878,817
Feb-11	6,502,800	48,640,944	Feb-11	5,229,846	39,119,248
Mar-11	6,768,900	50,631,372	Mar-11	5,435,005	40,653,837
11-Apr			1-Apr		
Grand Total	110,985,500	830,171,540	Grand Total	95,974,358	717,888,198

Madison County Utilities District	
297 Michelle Dr	
PO Box 670	
Richmond KY 40476-0670	
<u>12 Month History</u>	<u>Billed</u>
Jan	\$ 319,572.91
Feb	268,998.46
Mar	304,456.15
Apr	341,235.59
May	376,629.67
June	381,423.52
July	366,634.48
Aug	383,182.35
Sept	352,411.91
Oct	331,343.26
Nov	328,361.81
Dec	310,996.07
Jan-11	310,844.62
Feb-11	284,015.88
Mar-11	291,891.45
Total	\$ 4,951,998.13

Exhibit #4

MCUD Calculations

5. Increased Water Cost:

\$2.14/100 cu ft to \$2.17/100 cu ft

88,647,400 x \$.03 / 100 cu ft = **\$26,594.22**

6. Purchase Water Adjustment Factor:

$\$26,594.22 / 78,838.824 (100 \text{ cu ft}) = \0.0337 (**\$0.03 per 100 cu ft**)

Due to a rate increase from Richmond Utilities the Madison County Utilities District has filed an application with the Public Service Commission to implement the following rate schedule. The proposed change will affect bills issued after July 1, 2011.

Rates: Monthly	Current Rates	Revised Rates
First 280 Cubic Feet Bill)	\$15.17 (Minimum Bill)	\$15.23 (Minimum
Next 720 Cubic Feet cubic feet	\$ 4.31 per 100 cubic feet	\$ 4.78 per 100
Next 3,000 Cubic Feet cubic feet	\$ 4.11 per 100 cubic feet	\$ 4.56 per 100
Next 8,000 Cubic Feet cubic feet	\$ 3.94 per 100 cubic feet	\$ 4.37 per 100
Next 88,000 Cubic Feet cubic feet	\$ 3.77 per 100 cubic feet	\$ 4.18 per 100
Over 100,000 Cubic Feet cubic feet	\$ 3.50 per 100 cubic feet	\$ 3.87 per 100

The rates contained in this notice are the rates proposed by the Madison County Utilities District. 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. Madison County Utilities District has available for inspection at its office the application submitted to the Public Service Commission. You may contact our office at (859) 624-1735.