

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
FILING OF KIRKSVILLE WATER) CASE NO. 2013-00226
ASSOCIATION)

ORDER

On June 14, 2013, Kirksville Water Association ("Kirksville Water") submitted an application for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹

The Commission, having reviewed the record and being sufficiently advised, finds that:

1. Kirksville Water purchases water from Richmond Utilities ("Richmond").
2. On July 1, 2013, Richmond increased its volumetric wholesale rate to Kirksville Water from \$2.23510 per 100 cubic foot to \$2.28203 per 100 cubic foot, as well as its Kentucky River Authority ("KRA") withdrawal fee charge from \$0.065 per 100 cubic foot to \$0.124 per 100 cubic foot.²
3. Kirksville Water proposes a purchased water adjustment factor of \$0.16 per 1,000 gallons.
4. During the 12 months ending April 30, 2013, Kirksville Water purchased 14,942,136 cubic feet of water from Richmond and sold 97,939,425 gallons of water

¹ KRS 278.012; 807 KAR 5:068.

² TFS No. 2013-00345 (Ky. PSC filed May 6, 2013); Letter from Dennis Brent Kirtley, Manager, Public Service Commission, to Scott Althausser, General Manager, Richmond Utilities (June 18, 2013).

during the same 12 months. The increase in the cost of purchased water is \$15,828.20 resulting in a purchased water adjustment factor of \$0.16 per 1,000 gallons.

5. On July 1, 2013, Kirksville Water adjusted its water rates to reflect its increased cost of purchased water.

6. The purchased water adjustment of \$0.16 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

7. Kirksville Water's proposed rates, set forth in Appendix B to this Order, are fair, just and reasonable.

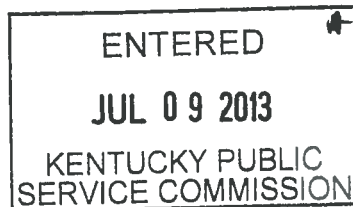
IT IS THEREFORE ORDERED that:

1. The purchased water adjustment factor of \$0.16 per 1,000 gallons is approved.

2. Kirksville Water's proposed rates are approved for service that Kirksville Water rendered on or after July 1, 2013.

3. Within 20 days of the date of this Order, Kirksville Water shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing the rates approved herein.

By the Commission



ATTEST



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
 COMMISSION IN CASE NO. 2013-00226 DATED **JUL 09 2013**

	New Rate	Base Rate
Kirksville Water		
Purchases in cubic feet	14,942,136	14,942,136
Volumetric rate	<u>\$2.40603/100</u>	<u>\$2.30010/100</u>
	\$ 359,512.27	\$ 343,684.07
	Increased water cost	\$15,828.20
Increased water cost	\$ 15,828.20	
Divided by gallons sold/1,000	<u>97,939,425</u>	
	\$.0162	
Purchased water adjustment factor	\$0.16 per 1,000 gallons	

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2013-00226 DATED **JUL 09 2013**

The following rates and charges are prescribed for the customers in the area served by Kirksville Water Association. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Water Rates

5/8" X 3/4" Meter

First	2,000 Gallons	\$17.48 Minimum Bill
Next	3,000 Gallons	8.42 per 1,000 gallons
Next	5,000 Gallons	7.08 per 1,000 gallons
Over	10,000 Gallons	5.97 per 1,000 gallons

Bobby W Powell
Kirksville Water Association, Inc.
P. O. Box 670
Richmond, KY 40476-0670