

Kirksville Water Association

297 Michelle Drive

P O Box 670, Richmond KY 40476-0670

859-624-1735

Fax 859-623-8220

www.kirksvillewaterassociation.com

RECEIVED

JUN 14 2013

PUBLIC SERVICE
COMMISSION

June 11, 2013

Executive Director
Kentucky Public Service Commission
211 Sower Blvd
PO Box 615
Frankfort, KY 40602-0615

Office of Attorney General
Rate Intervention Division
100 Perimeter Park
Frankfort, KY 40602

Re: Purchased Water Adjustment Filing

Kirksville Water Association is requesting a Purchase Water Adjustment. Enclosed are the filing forms and supporting documentation. This filing is made pursuant a rate increase from our wholesale provider Richmond Utilities. Kirksville Water Association will publish the enclosed notice (Exhibit 4) no later than June 14, 2013.

Should you have any questions or require additional information, please feel free to contact me at 859-624-1735.

Sincerely,



Bobby Powell
KWA Manager

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

Name of Utility	Kirksville Water Association	
Date	June 5, 2013	
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.

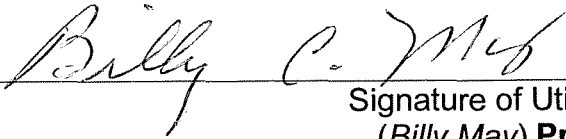
Supplier(s)	Base Rate	Changed Rate
Richmond Utilities	\$2.23510 per 100 cu ft	\$2.28203 per 100 cu ft
Ky River Authority	\$0.065 per 100 cu ft	\$0.124 per 100 cu ft
Total	\$2.30010 per 100 cu ft	\$2.40603 per 100 cu ft

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 2012	through	April 2013
	(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	111,767,176
TOTAL PURCHASES	111,767,176
4. Total sales for the 12 month period	\$816,024.15
5. Increased water cost	\$15,828.20
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.	
6. Purchased water adjustment factor	\$0.16 per 1000 gals
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, 2013
	
Signature of Utility Officer (Billy May) President	
Title	

List of Exhibits

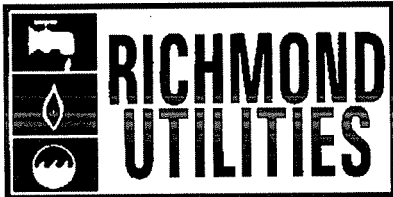
Exhibit #1 – Suppliers Notice

Exhibit #2 – Gallons Purchased / Sold (5/1/12 to 4/30/13)

Dollars Purchased / Sold (5/1/12 to 4/30/13)

Exhibit #3 – Calculations

Exhibit #4 – Proposed Billing Rates



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

May 1, 2013

Kirksville Water Association
Attn: Bobby Powell
PO BOX 670
Richmond, KY 40476-0670

Dear Mr. Powell/KWA Board:

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	\$2.23510/100 Cu Ft	\$2.28203/100 Cu Ft	2.1% Increase
Madison County Utility District	\$2.23510/100 Cu Ft	\$2.28203/100 Cu Ft	2.1% Increase

The proposed effective date is July 1, 2013, usage on or after this date.

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,

Scott Althausser
General Manager

Cc: Greg Puckett, Counsel
Madison County Fiscal Court

Telephone 859-623-2323 • Fax 859-624-0805

FOR Richmond, Madison County, Kentucky
Area Served

P.S.C. KY. NO. _____

_____ SHEET NO. _____

Richmond Utilities
(Name of Municipal Utility)

CANCELLING P.S.C. KY. NO. _____

_____ SHEET NO. _____

RATES AND CHARGES

MONTHLY WHOLESALE WATER RATE:

Madison County Utility District
&
Kirksville Water Association

\$2.28203 per 100 cubic feet

*Contract for service and sale of water

Kentucky River Authority Withdrawal Fee:

Tier I Fee	\$0.017 per 100 cubic feet
Tier II Fee	<u>\$0.097</u> per 100 cubic feet
Sub-Total	\$0.114 per 100 cubic feet
Adjustment to recover the full cost of the KRA Fee	<u>\$0.010</u> per 100 cubic feet
Total	<u>\$0.124</u> per 100 cubic feet

NOTE: This page revises the water usage rate. The Kentucky River Authority Withdrawal Fee was revised and became effective on July 1,2013.

DATE OF ISSUE May 1, 2013
Month / Date / Year

DATE EFFECTIVE July 1, 2013
Month / Date / Year

ISSUED BY W S [Signature]
(Signature of Officer)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. n/a DATED n/a

Exhibit - 2

	Bought Subs	Sold Subs.	Sold \$
April 2013	9210872	7862260	\$ 65898.13
March 2012	8976000	6600328	\$ 57678.11
February 2013	8147964	6190887	\$ 54903.96
January 2013	8224260	7809090	\$ 68044.29
Dec. 2012	8739900	7806935	\$ 65298.69
Nov 2012	9065012	6998277	\$ 60564.71
October 2012	8294572	7947287	\$ 67005.73
Sept. 2012	7616136	7259993	\$ 62277.33
August 2012	10937256	9081381	\$ 74155.19
July 2012	10266300	8793020	\$ 71702.14
June 2012	12457940	11985610	\$ 91791.95
May 2012	9830964	9604357	\$ 76703.92
	<u>Total Subs. bought</u>	<u>Total Subs. sold</u>	<u>Total KWA sales</u>
	111767176	97939425	\$ 816024.15

attn: Kerry Odle
 Info for rate increase KWA

Start with April 2013 ^{#4} back thru May 2012 ^{#6}

Exhibit #3

KWA Calculations

5. Increased Water Cost:

\$2.30010/100 cu ft to \$2.40603/100 cu ft

111,767,176 gals / 7.48 = 14,942,136 cu.ft.

14,942,136 cu.ft. x \$2.40603/100 cu ft = \$359,512.27

14,942,136 cu.ft. x \$ 2.30010/100 cu ft = \$343,684,.07

\$15,828.20 Increased Water Purchase Cost

6. Purchase Water Adjustment Factor:

\$15,828.20 / 97,939,425 gallons

= \$0.162 per 1,000 gallons

= \$0.16 per 1,000 gallons

Exhibit 4

Kirksville Proposed Water Rates

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