

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

RECEIVED

JUL - 3 2014

PUBLIC SERVICE
COMMISSION

Name of Utility	Kirksville Water Association	
Date	June 19, 2014	
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	\$2.28203 per 100 cf	\$2,31626 per 100 cf
KY River Authority	\$0.124 per 100 cf	\$0.134 per 100 cf
Total	\$2.40603 per 100 cf	\$2.45026 per 100 cf

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 2013	through	April 2014
	(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	112,397,472
TOTAL PURCHASES	112,397,472
4. Total gallons sold for the 12 month period	91,280,860
5. Increased water cost	\$6,646.18
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.	
6. Purchased water adjustment factor	\$0.08 per 1000 gallons
The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold.	
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. ***No longer required***	
7. Proposed effective date	July 1, 2014
 Signature of Utility Officer	
(Billy May) President Title	

List of Exhibits

Exhibit #1 – Suppliers Notice

Exhibit #2 – Gallons Purchased / Sold (5/1/13 to 4/30/14)

Dollars Purchased / Sold (5/1/13 to 4/30/14)

Exhibit #3 – Calculations

Exhibit #4 – Proposed Billing Rates

Exhibit #5 -- Resolution

RECEIVED
5/5/14

Richmond Utilities

PO BOX 700
Richmond, KY 40475
859-623-2323

May 5, 2014

NOTICE

Richmond Utilities is providing notice that on May 2, 2014, it filed with the Public Service Commission to increase the wholesale rate it charges Kirksville Water Association and Madison County Utility District effective for water service on and after July 1, 2014. The proposed rates are as follows:

	<u>Current Rate</u>	<u>New Rate</u>	<u>\$ Change</u>	<u>% Change</u>
Kirksville Water Association	\$2.28203 per 100 cubic feet	\$2.31626 per 100 cubic feet	\$0.03423 Increase	1.5% Increase
Madison County Utility District	\$2.28203 per 100 cubic feet	\$2.31626 per 100 cubic feet	\$0.03423 Increase	1.5% Increase

Water flowing through the meter(s) before the effective date will be charged at the current rates while water flowing through the meter(s) on and after the effective date will be charged at the new rates.

In accordance with Public Service Commission procedures, the effective date of the new rates cannot be prior to the expiration of a 30-day notice given to the Commission, Kirksville Water Association and Madison County Utility District.

This filing may be examined at the offices of Richmond Utilities located at 300 Hallie Irvine Street in Richmond, Kentucky.

This filing may also be examined at the offices of the Public Service Commission located at 211 Sower Boulevard in Frankfort, Kentucky, Monday – Friday from 8:00 am – 4:30 pm or on the PSC website at <http://psc.ky.gov>.

Comments regarding this filing may be submitted by mail to the Public Service Commission, Post Office Box 615, Frankfort KY 40602; or through its website at <http://psc.ky.gov>.

The new rates are the rates proposed by Richmond Utilities in its filing but the Public Service Commission may order rates that differ from the proposed rates.

Intervention may be requested by submitting a timely written request for intervention by mail to the Public Service Commission, Post Office Box 615, Frankfort, KY 40602. The request for intervention must establish the grounds for the request including the status and interest of the party.

If the Public Service Commission does not receive a written request for intervention within thirty (30) days of the providing of this notice, the Public Service Commission may take final action on the filing.

FOR Richmond, Madison County, Kentucky
Area Served

P.S.C. KY. NO. _____

_____ SHEET NO. _____

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

_____ SHEET NO. _____

Richmond Utilities
(Name of Municipal Utility)

RATES AND CHARGES

MONTHLY WHOLESALE WATER RATE:

Madison County Utility District
&
Kirksville Water Association

\$2.31626 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>\$0.020</u> per 100 cubic feet
Total	<u>\$0.134</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. Adjustment to recover full cost revised July 1, 2014.

DATE OF ISSUE May 1, 2014
Month / Date / Year

DATE EFFECTIVE July 1, 2014
Month / Date / Year

ISSUED BY W S Carr
(Signature of Officer)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. n/a DATED n/a

KWA

6-5-14

usage
period
↓

usage period	Gal-Purchased	Gal-Sold	\$ Amount Sold
April 14	8,189,852	7,885,410	\$ 68,140.75
Mar 14	7,419,412	6,365,930	\$ 57,896.75
Feb 14	9,474,168	6,415,040	\$ 59,916.54
Jan 14	11,068,904	8,696,370	\$ 83,777.88
Dec 13	8,935,608	6,577,620	\$ 59,121.43
Nov 13	8,818,172	6,758,830	\$ 60,127.46
Oct 13	8,907,184	7,760,808	\$ 67,081.26
Sept 13	9,140,560	7,457,460	\$ 64,538.95
Aug 13	10,514,636	7,955,330	\$ 67,944.78
July 13	9,778,604	8,832,342	\$ 73,945.09
June 13	9,347,756	8,052,050	\$ 67,275.18
May 13	10,802,616	8,523,670	\$ 70,366.41
Total	112,397,472	91,280,860	\$ 800,132.48

Exhibit #3

KWA Calculations

5. Increased Water Cost:

\$2.40603/100 cu ft to \$2.45026/100 cu ft

112,397,476 gals / 7.48 = 15,026,401 cu.ft.

15,026,401 cu.ft. x \$2.45026/100 cu ft = \$368,185.89

15,026,401 cu.ft. x \$2.40603/100 cu ft = \$361,539.72

\$6,646.18 Increased Water Purchase Cost

6. Purchase Water Adjustment Factor:

\$6,646.18 / 91,280,860 gallons

= \$0.073 per 1,000 gallons

= **\$0.08 per 1,000 gallons**

Exhibit 4

Kirksville Water Rates

		<u>Existing</u>	<u>Proposed</u>	
First	2,000 gallons	\$17.48	\$17.64	Minimum Bill
Next	3,000 gallons	\$8.42	\$8.50	per 1,000 gallons
Next	5,000 gallons	\$7.08	\$7.16	per 1,000 gallons
Over	10,000 gallons	\$5.97	\$6.05	per 1,000 gallons

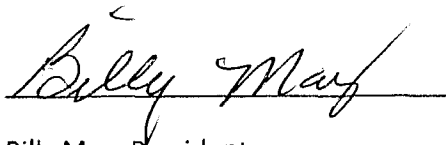
RESOLUTION FOR PASS THRU RATE INCREASE

Kirksville Water Association

WHEREAS Kirksville Water Association proposes to raise their water rates to offset an increase in their wholesale purchase rates from Richmond Utilities.

NOW THEREFORE BE IT RESOLVED by the Commissioners of Kirksville Water Association that Billy May, President is authorized to execute and submit an application to the Kentucky Public Service Commission to raise the Kirksville Water Rates by \$0.08 per 1000 gallons.

Adopted this 18th day of June, 2014

A handwritten signature in cursive script that reads "Billy May". The signature is written in black ink and is positioned above a horizontal line.

Billy May, President

Kirksville Water Association

Attest: A handwritten signature in cursive script that reads "Bobby W Powell". The signature is written in black ink and is positioned above a horizontal line.

Bobby Powell, Manager