

**EAST DAVIESS COUNTY WATER ASSOCIATION, INC.
9210 STATE ROUTE 144
KNOTTSVILLE, KENTUCKY 42366
(270)281-5187**

May 2, 2007

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

RECEIVED

MAY 11 2007

PUBLIC SERVICE
COMMISSION

Case No. 2007-00189

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 will become effective June 1, 2007. The Association is seeking to make this effective with the billing due by August 15, 2007.

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

Sincerely,

Edwin Payne

Edwin Payne, Manager

Case No. 2007-00189

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

RECEIVED

MAY 11 2007

PUBLIC SERVICE
COMMISSION

EAST DAVIESS COUNTY WATER ASSOCIATION, INC.
(Name of Utility)

April 17, 2007
(Date)

9210 STATE ROUTE 144
(Address)

KNOTTSVILLE, KY 42366
(City, State)

270-281-5187
(Telephone Number)

- 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 shedule must be shown. Attach additional sheets if necessary.

<u>Supplier(s)</u>	<u>Base Rate</u>	<u>Changed Rate</u>
<u>OWENSBORO MUNICIPAL UTILITIES</u>	<u>\$1.148 / 1,000</u>	<u>\$1.250 /1,000</u>
<u>_____</u>	<u>_____</u>	<u>_____</u>
<u>_____</u>	<u>_____</u>	<u>_____</u>

- 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).

From MAY 2005 through MAY 2006
 (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
OMU	296,081,010
TOTAL PURCHASES	296,081,010

4. Total sales for the 12 month period 252,536,902 GALS.

5. Increased water cost \$30,200.

The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.

6. Purchased water adjustment factor .12 / 1,000.

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.

7. Proposed effective date AUGUST 1, 2007.

Edwin Rayne
(Signature of Utility Officer)

MANAGER
(Title)



NOTICE

Owensboro Municipal Utilities (“OMU”) 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>
Southeast Daviess County Water District	\$1.491 per 1000 gallons	\$1.620 per 1000 gallons	8.65% Increase
West Daviess County Water District	\$1.373 per 1000 gallons	\$1.405 per 1000 gallons	2.33% Increase
East Daviess County Water Association	\$1.148 per 1000 gallons	\$1.250 per 1000 gallons	8.89% Increase

The proposed effective date is June 1, 2007.

The rates contained in this notice are the rates proposed by OMU. 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 OMU by contacting Bob Hunzinger at the offices of OMU, 2070 Tamarack Road in Owensboro, Kentucky; telephone 270-926-3200.

Any person may examine the rate application and other filings made by OMU by visiting the offices of OMU at 2070 Tamarack Road in Owensboro, or by contacting the Public Service Commission at 211 Sower Boulevard in Frankfort, Kentucky; telephone 502-564-3940.



March 8, 2007

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

Re: Wholesale Water Rate Calculations

Dear Edwin:

We have made the required rate calculations using projected usages and costs for the remainder of the fiscal year ending May 31, 2007, as per terms of the contract. A copy of these calculations is enclosed, as well as a copy of the fiscal year 2006 true-up calculations.

Based on these calculations, the rate charged to the East Daviess County Water Association (EDCWA) will become \$1.250 per thousand gallons for fiscal year 2008, effective June 1, 2007; an increase of 8.9% versus fiscal year 2007.

The ultimate per unit cost to EDCWA is highly dependent upon the annual district usage. 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,

A handwritten signature in black ink that reads 'Bob Hunzinger'. The signature is written in a cursive style with a large, looping initial 'B'.

Robert E. Hunzinger
General Manager

Cc: Kentucky Public Service Commission
Enclosures

NOTICE

Due to a rate increase from the City of Owensboro, notice is hereby given that East Daviess County Water Association, Inc. 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 \$0.12 per 1,000 gallons used. The proposed change will be effective for service rendered on and after June 1, 2007.

Monthly Rates:

<u>5/8" x 3/4 " Meter</u>	Current Rate	Proposed Rate	% Increase
First 2,000 gallons	\$13.85	\$14.09 Minimum Bill	1.7%
Next 4,000 gallons	4.60	4.72 per 1,000 gallons	2.6%
Next 44,000 gallons	3.65	3.77 per 1,000 gallons	3.3%
Over 50,000 gallons	2.95	3.07 per 1,000 gallons	4.1%

<u>3/4 " Meter</u>	Current Rate	Proposed Rate	% Increase
First 3,000 gallons	18.45	\$18.81 Minimum Bill	1.9%
Next 3,000 gallons	4.60	4.72 per 1,000 gallons	2.6%
Next 44,000 gallons	3.65	3.77 per 1,000 gallons	3.3%
Over 50,000 gallons	2.95	3.07 per 1,000 gallons	4.1%

<u>1 " Meter</u>	Current Rate	Proposed Rate	% Increase
First 6,000 gallons	32.25	\$32.97 Minimum Bill	2.2%
Next 44,000 gallons	3.65	3.77 per 1,000 gallons	3.3%
Over 50,000 gallons	2.95	3.07 per 1,000 gallons	4.1%

<u>1 1/2 " Meter</u>	Current Rate	Proposed Rate	% Increase
First 10,000 gallons	46.85	\$48.05 Minimum Bill	2.6%
Next 40,000 gallons	3.65	3.77 per 1,000 gallons	3.3%
Over 50,000 gallons	2.95	3.07 per 1,000 gallons	4.1%

<u>2 " Meter</u>	Current Rate	Proposed Rate	% Increase
First 20,000 gallons	83.35	\$85.75 Minimum Bill	2.9%
Next 30,000 gallons	3.65	3.77 per 1,000 gallons	3.3%
Over 50,000 gallons	2.95	3.07 per 1,000 gallons	4.1%

The monthly bill for a customer using an average of 5,000 gallons per month will increase \$0.60 from \$27.65 to \$28.25 or 2.2%.

The rates contained in this notice are the rates proposed by East Daviess County Water Association, Inc. 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 County Water Association, Inc. 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 County Water Association, Inc.

FOR Daviess Co.
Community, Town or City

P.S.C. KY. NO. _____

SHEET NO. _____

EAST DAVIESS COUNTY WATER DISTRICT
(Name of Utility)

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

SHEET NO. _____

RATES & CHARGES

Monthly Rates:

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DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY Edwin Payne
(Signature of Officer)

TITLE Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

FOR Daviess Co.
Community, Town or City

P.S.C. KY. NO. _____

_____ SHEET NO. _____

EAST DAVIESS COUNTY WATER DISTRICT
(Name of Utility)

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

_____ SHEET NO. _____

RATES & CHARGES

	Current rate	Proposed Rate	% Increase
<u>LEAK ADJUSTMENT RATE:</u>	\$1.80 / 1,000	\$1.92 per 1,000 gallons	6.7%

WHOLESALE WATER RATE:

Southeast Daviess Water District	\$1.38 / 1,000	\$1.50 per 1,000 gallons	8.6%
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DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY Edwin Payne
(Signature of Officer)

TITLE Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

FOR Daviess Co.
Community, Town or City

P.S.C. KY. NO. _____

_____ SHEET NO. _____

EAST DAVIESS COUNTY WATER DISTRICT
(Name of Utility)

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

_____ SHEET NO. _____

RATES & CHARGES

LEAK ADJUSTMENT RATE: \$1.92 per 1,000 gallons

WHOLESALE WATER RATE:

Southeast Daviess Water District \$1.50 per 1,000 gallons

DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY Edwin Gayne
(Signature of Officer)

TITLE Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

FOR Daviess Co.
Community, Town or City

P.S.C. KY. NO. _____

_____ SHEET NO. _____

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

_____ SHEET NO. _____

EAST DAVIESS COUNTY WATER DISTRICT
(Name of Utility)

RATES & CHARGES

Monthly Rates:

5/8" x 3/4 " Meter

First 2,000 gallons
Next 4,000 gallons
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Over 50,000 gallons

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DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

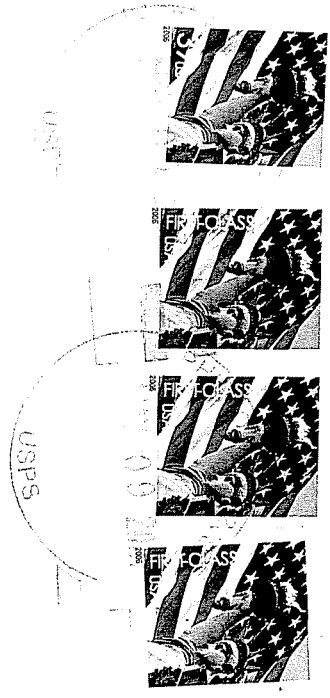
ISSUED BY Edwin Gayne
(Signature of Officer)

TITLE Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

Waco County Water Association, Inc.
Post Route 1444
Wille, Ky. 40366

RECEIVED
MAY 11 2007
PUBLIC SERVICE
COMMISSION



Mr. Beth O'Donnell **FIRST CLASS**
Executive Director
Kentucky Public Service Commission
P.O. Box 615
Frankfort, Ky. 40602