

Madison County Utilities District  
155 North Keeneland Drive P.O. Box 670  
Richmond, Kentucky 40476-0670  
(606) 624-1735 Fax (606) 623-8220

2007-00259

**RECEIVED**

JUN 26 2007

**PUBLIC SERVICE  
COMMISSION**

Hon. Mark David Goss  
Executive Director  
Kentucky Public Service Commission  
211 Sower Blvd.  
P.O. Box 616  
Frankfort, Kentucky 40601

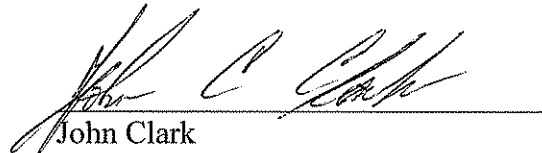
RE: Purchased Water Adjustment Filing

Dear Mr. Goss:

Madison County Utilities District 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. Madison County Utilities District will publish the enclosed notice (Exhibit D) no later than June 29, 2007.

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

Sincerely,

  
\_\_\_\_\_  
John Clark  
Manager

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

Madison County Utilities District  
(Name of Utility)

June 26, 2007  
(Date)

115 North Keeneland Drive  
(Address)

Richmond, KY 40475  
(City, State)

859-624-1735  
(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 schedule must be shown. Attach additional sheets if necessary.

<u>Supplier(s)</u>	<u>Base Rate</u>	<u>Changed Rate</u>
<u>Richmond Utilities</u>	<u>\$ 1.69</u>	<u>\$ 2.02</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 2006 through May 2007  
(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)	Cubic Feet Purchased during 12 month period
<u>Richmond Utilities</u>	<u>102,230,700</u>

4. Total cubic feet sold for the 12 month period 84,110,521

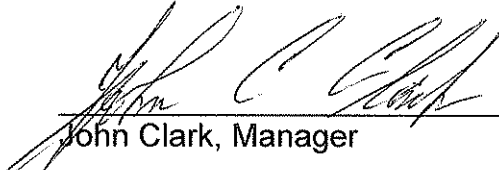
5. Increased water cost \$ 337,361

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

6. Purchased water adjustment factor (\$0.40) per 100 cubic feet.  
See attached worksheet for PWA calculations (Exhibit B.).

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 July 1, 2007.  
See attached tariff revision (Exhibit C.).

  
\_\_\_\_\_  
John Clark, Manager

**Exhibit A**



# Richmond Water, Gas & Sewerage Works

P.O. Box 700  
 Richmond, Kentucky 40476-0700  
 Telephone 1-859-623-2323  
 FAX 1-859-624-0805

May 22, 2007

Madison County Utility District  
 Attn: Jim Carr & John Clark  
 155 North Keeneland Drive  
 Richmond, KY 40475

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>
Kirkville Water Association	\$1.69/100 Cu Ft	\$2.02/100 Cu Ft	19.53% Increase
Madison County Utility District	\$1.69/100 Cu Ft	\$2.02/100 Cu Ft	19.53% Increase

The proposed effective date is July 1, 2007.

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  
 Superintendent

Cc: Greg Puckett, Counsel  
 Madison County Fiscal Court

**EXHIBIT B**

## PURCHASE WATER ADJUSTMENT WORKSHEET

Month/Year	Pruchased Water		Water Sold	
	Cubic Feet	Gallons	Cubic Feet	Gallons
May 2006	6,760,900	50,571,532	5,805,157	43,422,574
Jun 2006	8,238,300	61,622,484	7,180,929	53,713,349
Jul 2006	9,461,500	70,772,020	7,674,320	57,403,914
Aug 2006	8,530,000	63,804,400	7,670,806	57,377,629
Sep 2006	8,638,600	64,616,728	7,449,077	55,719,096
Oct 2006	7,661,800	57,310,264	6,052,946	45,276,036
Nov 2006	7,229,500	54,076,660	6,394,489	47,830,778
Dec 2006	7,514,200	56,206,216	5,802,715	43,404,308
Jan 2007	8,090,400	60,516,192	5,755,399	43,050,385
Feb 2007	7,238,200	54,141,736	6,488,318	48,532,619
Mar 2007	7,965,400	59,581,192	5,697,370	42,616,328
Apr 2007	7,579,200	56,692,416	5,806,275	43,430,937
May 2007	7,322,700	54,773,796	6,332,720	47,368,746
Totals	102,230,700	764,685,636	84,110,521	629,146,697

Twelve Month Purchased Water Cost				
Cubic Feet	Current Rate	New Rate	Increase	PWA Factor
102,230,700	\$ 1,727,699	\$ 2,065,060	\$ 337,361	\$ 0.40

WATER RATE AJUSTMENT				
Rate Schedule		Current Rate	Increase	New Rate
First	280 cub. ft.	\$ 11.93	\$ 0.80	\$ 12.73
Next	720 cub. ft.	\$ 3.67	\$ 0.40	\$ 4.07
Next	3,000 cub. ft.	\$ 3.47	\$ 0.40	\$ 3.87
Next	8,000 cub. ft.	\$ 3.30	\$ 0.40	\$ 3.70
Next	88,000 cub. ft.	\$ 3.13	\$ 0.40	\$ 3.53
Over	100,000 cub. ft.	\$ 2.86	\$ 0.40	\$ 3.26



**EXHIBIT C**

FOR: MADISON COUNTY  
P.S.C.KY.NO. \_\_\_\_\_  
REVISED SHEET NO. \_\_\_\_\_  
CANCELLING P.S.C. KY. NO. \_\_\_\_\_  
Original SHEET NO. \_\_\_\_\_

Madison County Utilities District  
(Name of Utility)

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RATES

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First 280 cubic feet	\$ 12.73 Minimum Bill
Next 720 cubic feet	\$ 4.07 per 100 cubic feet
Next 3,000 cubic feet	\$ 3.87 per 100 cubic feet
Next 8,000 cubic feet	\$ 3.70 per 100 cubic feet
Next 88,000 cubic feet	\$ 3.53 per 100 cubic feet
Over 100,000 cubic feet	\$ 3.26 per 100 cubic feet

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Date Of Issue: June 26, 2007

Month/Day/Year

Date Effective: July 1, 2007

Issued By: 

(Signature of Officer)

Title: Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION  
IN CASE NO. \_\_\_\_\_ DATED: \_\_\_\_\_

**EXHIBIT D**

## NOTICE

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 all bills issued on and after July 1, 2007.

<b>Rates: Monthly</b>	<b>Current Rates</b>	<b>Revised Rates</b>
First 280 cubic feet	\$ 11.93 (Minimum Bill)	\$ 12.73 (Minimum Bill)
Next 720 cubic feet	\$ 3.67 per 100 cubic feet	\$ 4.07 per 100 cubic feet
Next 3,000 cubic feet	\$ 3.47 per 100 cubic feet	\$ 3.87 per 100 cubic feet
Next 8,000 cubic feet	\$ 3.30 per 100 cubic feet	\$ 3.70 per 100 cubic feet
Next 88,000 cubic feet	\$ 3.13 per 100 cubic feet	\$ 3.53 per 100 cubic feet
Over 100,000 cubic feet	\$ 2.86 per 100 cubic feet	\$ 3.26 per 100 cubic feet

The bill for an average customer using 720 cubic feet each month would increase from \$28.08 to \$30.64, a monthly increase of \$2.56 or 9.1%. 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.