

# Judy Water ASSOCIATION

July 30, 2009

Public Service Commission  
Executive Director  
P.O. Box 615  
Frankfort, KY 40602-0615

RECEIVED

AUG 3 2009

PUBLIC SERVICE  
COMMISSION

RE: Purchase Water Adjustment for Judy Water Association

Dear Executive Director:

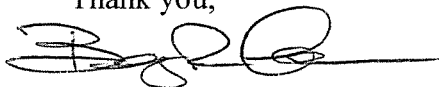
2009-00327

Judy Water Association has received notification from one of its suppliers (City of North Middletown) of increases to water rates. Please find enclosed 1 (one) original and 10 (ten) copies of the proper documentation to file for a purchase water adjustment.

Judy Water Association will publish notification in the newspaper before the first billing that reflects the new rates. All incomes sheets and balance statements are current and on file with the PSC.

If you might have any questions, I can be contacted at 859-498-4809.

Thank you,



Billy Ray Fawns  
Manager

2010 Maysville Road, PO Box 781, Mt. Sterling, KY 40353-0781  
(859) 498-4809 Telephone & FAX  
E-Mail - judyh20@adelphia.net

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

**RECEIVED**

AUG 03 2009

PUBLIC SERVICE  
COMMISSION

Name of Utility	JUDY WATER ASSOCIATION		
Date	07-30-2009		
Address	P.O. BOX 781		
City, State, Zip	MT. STERLING, KY	40353	
Telephone Number	859-498-4809		

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
CITY OF NORTH MIDDLETOWN	2.97 PER THOUSAND (FIRST 2 MILLION)	3.62 PER THOUSAND (FIRST 2 MILLION)
	3.07 PER THOUSAND (OVER 2 MILLION)	3.72 PER THOUSAND (OVER 2 MILLION)
MT. STERLING WATER	2.07 PER THOUSAND	NO CHANGE

1.b. A copy of the supplier's notice of the changed rate showing the effective date of the increase is attached as Exhibit

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	JULY 1, 2008	through	JUNE 30, 2009
	(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.

\*OLD RATES\* YEAR 2008

**MT. STERLING WATER:**

116,800,000 AT \$2.07= \$241,776

**CITY OF NORTH MIDDLETOWN:**

24,000,000 AT \$2.97= \$71,280

27,868,000 AT \$3.07= \$85,555

TOTAL: \$398,611

\*NEW RATES\*

**MT. STERLING WATER: SAME**

116,800,000 AT \$2.07= \$241,776

**CITY OF NORTH MIDDLETOWN:**

24,000,000 AT \$3.62= \$86,880


27,668,000 AT \$3.72= \$102,924

TOTAL: \$431,580

NEW RATE: \$431,580

OLD RATE: \$398,611

\$32,970

Supplier(s)	Gallons Purchased during 12 month period
MT. STERLING WATER	116,764,300 (\$2.07)
CITY OF NORTH MIDDLETOWN	24,000,000 (\$2.97)
CITY OF NORTH MIDDLETOWN	27,668,000 (\$3.07)
<b>TOTAL PURCHASES</b>	168,432,300
4. Total sales for the 12 month period	\$1,242,500 (149,200,000 GALLONS)
5. Increased water cost	\$32,970
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.	
6. Purchased water adjustment factor	.22
The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold.	
<p><b>Note:</b> 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	August 20' 2009
	
Signature of Utility Officer	
MANAGER	
Title	

FOR Montgomery, Clark, Bourbon, and Bath \_\_\_\_\_  
Community, Town or City

P.S.C. KY. NO. \_\_\_\_\_

\_\_\_\_\_ SHEET NO. \_\_\_\_\_

Judy Water Association  
(Name of Utility)

CANCELLING P.S.C. KY. NO. \_\_\_\_\_

\_\_\_\_\_ SHEET NO. \_\_\_\_\_

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RATES AND CHARGES

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RATE SCHEDULE

First 1,000 gallons \$11.88 Minimum bill

Next 4,000 gallons \$7.51 per 1,000 gallons

Next 5,000 gallons \$6.61 per 1,000 gallons

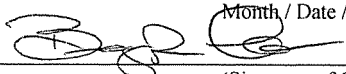
Over 10,000 gallons \$5.71 per 1,000 gallons

Minimum bill for customers with surcharge for Bourbon County Waterline Extension Projects will be \$28.43.

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DATE OF ISSUE 07-30-2009  
Month / Date / Year

DATE EFFECTIVE 08-20-2009

ISSUED BY   
Month / Date / Year  
(Signature of Officer)

TITLE MANAGER

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

## NOTICE

As a result of an increase in water rates from Kentucky-American Water Company, the City of North Middletown has filed a proposed rate schedule with the Public Service Commission to increase its rates to Judy Water Association for service provided as follows:

	<u>Current Rate</u>	<u>Proposed Rate</u>	<u>% Difference</u>
Judy Water Association			
First 70,000 gallons per day	\$2.97 per 1000 gallons	\$3.62 per 1000 gallons	21.5% Increase
Over 70,000 gallons per day	\$3.07 per 1000 gallons	\$3.72 per 1000 gallons	20.8% Increase

The proposed effective date is 8/16/09.

The rates contained in this notice are the rates proposed by the City of North Middletown. However, the Public Service Commission may order rates to be charged that differ from these proposed rates. Such action may result in rates other than the 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. The motion shall be submitted to the Public Service Commission, 211 Sower Boulevard, P.O. Box 615, Frankfort, Kentucky 40602, and shall set forth the grounds for the request including the status and interest of the party.

Intervenors may obtain copies of the rate application and testimony by visiting the city office located at 223 Church Street in North Middletown, Kentucky; telephone 859-362-7007.

A copy of the application and testimony shall be available for public inspection at the utility office.

# City of North Middletown

P.O. Box 69      223 Church Street  
North Middletown, Kentucky 40357  
Phone: (859)362-7007    Fax: (859)362-7052



July 17, 2009

Public Service Commission  
Tarriff Branch  
P.O. Box 615  
Frankfort, Kentucky 40602-0615

Please let this letter serve as notice of rate changes for water that is sold to the Judy Water Association by our city. These changes are per the agreement between the City of North Middletown and the Judy Water Association, and due to the increase in rates charged to the City of North Middletown by the Kentucky–American Water Company.

**The current rates charged to the Judy Water Association are:**

\$2.97 per thousand gallons for the first 70,000 gallons per day  
\$3.07 per thousand gallons for all over 70,000 gallons per day

**The new rates charged to the Judy Water Association will be:**

\$3.62 per thousand gallons for the first 70,000 gallons per day  
\$3.72 per thousand gallons for all over 70,000 gallons per day

I am enclosing a copy of the worksheet that was faxed to your office yesterday. The new rates will become effective after the 30 day time frame set forth by your agency.

If there are any questions they can be directed to myself or Betsy Frazier, City Clerk.

Sincerely,

A handwritten signature in black ink, appearing to read "Jeffrey D. McFarland".

Jeffrey D. McFarland, Mayor  
City of North Middletown

cc: Judy Water Association  
Henry Watson, City Attorney – City of North Middletown