

351 Almo Rd
Almo, KY 42020
Phone (270) 753-9101
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DEXTER-ALMO HEIGHTS WATER DISTRICT

RECEIVED

JUN 15 2018

PUBLIC SERVICE
COMMISSION

June 12, 2018

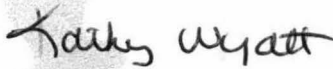
Executive Director
Public Service Commission
P.O. Box 615
Frankfort, KY 40602-0615

RE: Formal Application for a Purchase Water Adjustment

To whom it may concern:

Enclosed with this letter is the original and 10 copies of the application for a purchase water adjustment from the Dexter-Almo Heights Water District. The adjustment is necessary to recover an increase in the cost of water attributable to the City of Murray new wholesale price.

Sincerely,



Kathy Wyatt

Office Manager

EXHIBIT 1

Letter from the City of Murray



Murray Municipal Utilities

104 N 5th Street, Suite A

P O Box 466

Murray KY 42071

270-762-0300

November 2, 2017

Dexter Almo Water District

Re: Rate increase effective January 2018

To Whom It May Concern:

Effective January 1, 2018 Water Districts will be charged at a rate of \$2.94 per 1000 gallons of water in accordance with City of Murray Ordinance. See below for portion of Ordinance pertaining to Water District Rates.

(D) Water district customers shall be charged at a rate of \$1.66 per 1,000 gallons of water from 1/1/15 to 6/30/15 and from 7/1/15 to 12/31/18 in accordance with the rate schedule below:

WATER RATE SCHEDULE/WATER DISTRICT CUSTOMERS							
Gallons Per Month	Rates per Thousand Gallons 7/1/15 through 12/31/15	Rates per Thousand Gallons 1/1/16 through 6/30/16	Rates per Thousand Gallons 7/1/16 through 12/31/16	Rates per Thousand Gallons 1/1/17 through 6/30/17	Rates per Thousand Gallons 7/1/17 through 12/31/17	Rates per Thousand Gallons 1/1/18 through 6/30/18	Rates per Thousand Gallons 7/1/18 through 12/31/18
For the first 1,000 gallons	\$1.83	\$2.01	\$2.21	\$2.43	\$2.67	\$2.94	\$3.23

Cordially,

Tina Sexton
Murray Municipal Utilities

EXHIBIT 2

Purchase Water Adjustment Form

RECEIVED

JUN 15 2018

PUBLIC SERVICE
COMMISSIONPURCHASED WATER ADJUSTMENT FOR
WATER DISTRICTS AND WATER ASSOCIATIONS
(807 KAR 5:068)

Name of Utility	Dexter-Almo Heights Water District		
Date			
Address	351 Almo Rd		
City, State, Zip	Almo, Kentucky 42020		
Telephone Number	270-753-9101		
Email Address	dawdoffice@gmail.com		

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
Murray Water & Sewer	2.94	3.23

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 2017	through	April 2018
	(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.

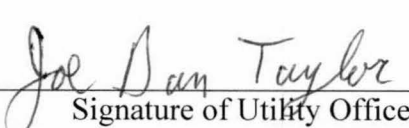
Supplier(s)	Gallons Purchased during 12 month period
Murray Water & Sewer	46,086,500
TOTAL PURCHASES	
4. Total gallons sold for the 12 month period	35,607,700
5. Increased water cost	\$13,365.09
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate. The calculation and all supporting documents used to determine the change in purchased water costs sufficient to determine the accuracy of the calculation is attached as Exhibit 2	
6. Purchased water adjustment factor	0.38
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.	
7. A schedule listing the current and proposed rates is attached as Exhibit 3	
8. A copy of the resolution or other document of the utility's governing body authorizing the proposed rates is attached as Exhibit 4	
9. Proposed effective date July 1, 2018	
 Signature of Utility Officer CHAIRMAN Commissioner	
Title	

EXHIBIT 3

Purchase Water Calculation Worksheet

Dexter Almo Water District

<u>SUPPLIER</u>	<u>NEW RATE</u> (per 1,000)	<u>OLD RATE</u> (per 1,000)
City of Murray	\$3.2300	\$2.9400

TWELVE MONTH TEST PERIOD:

May 2017 - April 1, 2018

<u>SUPPLIER</u>	<u>GALLONS PURCHASED</u> <u>DURING TEST PERIOD</u>
City of Murray	46,086,500

TOTAL

46,086,500

<u>SUPPLIER</u>	<u>COST AT</u> <u>NEW RATE</u>	<u>COST AT</u> <u>OLD RATE</u>
City of Murray	\$148,859.40	\$135,494.31
TOTAL	\$148,859.40	\$135,494.31

INCREASED
WATER COST
\$13,365.09

TOTAL GALLONS SOLD FOR THE TEST PERIOD :

35,607,700

Increased Water Cost / (total gallons sold / 1,000) = Purchased Water Adjustment Factor

\$13,365.09	/	35,607,700	/1000	=	0.375342552
				ROUNDED	0.38

	<u>Sold</u>	<u>Purchased</u>	<u>Sold</u>	<u>Purchased</u>
January	1,855,500.00	3,770,500		
February	2,791,200.00	3,088,500		
March	2,685,100.00	3,322,000		
April	2,349,500.00	3,334,000		
May	3,064,200.00	3,788,000	-	
June	3,436,500.00	3,926,500	-	
July	3,076,300.00	4,290,000	-	
August	3,665,400.00	4,023,500	-	
September	2,661,700.00	3,755,000	-	
October	2,766,100.00	3,987,500	-	
November	3,335,500.00	5,133,000	-	
December	3,920,700.00	3,668,000	-	
TOTAL	35,607,700	46,086,500		

EXHIBIT 4

Current Rate Sheet

For: Calloway County

PSC KY Number: 1

8th Revised Sheet No. 4

Cancelling PSC KY Number: 1

7th Revised Sheet No. 4

Dexter-Almo Heights Water District

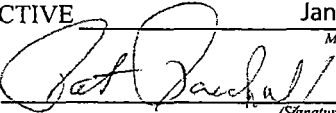
(Name of Utility)

A: Monthly Rate and Charges

First 2,000 gallons	15.80 Minimum Bill
Next 3,000 gallons	6.15 per 1,000 gallons
Next 5,000 gallons	5.40 per 1,000 gallons
Next 10,000 gallons	5.07 per 1,000 gallons
Over 20,000 gallons	4.00 per 1,000 gallons

DATE OF ISSUE January 9, 2018
Month / Day / Year

DATE EFFECTIVE January 1, 2018
Month / Day / Year

ISSUED BY 
(Signature of Officer)

TITLE Commissioner

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2017-00465 DATED January 9, 2018

EXHIBIT 5

Proposed New Rates

Proposed Monthly Water Rates July 2018

First	2,000 gallons	\$16.56 Minimum Bill
Next	3,000 gallons	6.53 per 1,000 gallons
Next	5,000 gallons	5.78 per 1,000 gallons
Next	10,000 gallons	5.45 per 1,000 gallons
Over	20,000 gallons	4.38 per 1,000 gallons

EXHIBIT 6

Meeting Minutes

DEXTER-ALMO WATER DISTRICT

June 7, 2018 7:00PM

The Dexter-Almo Water Dist. met 06-07-2018 at 7:00 with following present, Joe Dan Taylor and Charles Boren, and Pat Paschall, Commissioners. Jasper Wyatt, Kathy Wyatt, employees of the district.

The meeting was called to order by Joe Dan Taylor at 7pm.

Candice Pruitt an applicant for the office manager position attended and the board voted to hire her for the job. She will start June 7, 2018 at \$12,000 /yearly and will be a salaried employee.

The board approved the June Treasurer's Report and the minutes from the May meeting.

The board also approved to pay the following bills:

1. KY State W/H	271.25
2. Jay Wyatt	50.00
3. Regions Bank	947.10
4. Franklin Templeton	122.19
5. Calloway County Tax	555.05
6 IRS (payroll tax)	1491.84
7. Stoll Kennon (attorney fee)	643.50(PSC filings)
8. Shell gas card	293.50
9. West KY RECC	83.28
10. Howard D Happy	179.50
11. RVS	174.09
12. Pierce & Keller (audit w-2)	3807.24
13. G& C	1013.80

No old business was discussed.

The board voted to file a PWA with the PSC due to the City of Murray raising our rates from 2.94 per 1,000 to 3.23 per 1,000 gallons. The adjustment will be filed electronically to be effective July 1, 2018. The new rates will be as follows:

First 2,000 16.56
Next 3,000 6.53 per 1,000
Next 5,000 5.78 per 1,000
Next 10,000 5.45 per 1,000
Over 20,000 4.38 per 1,000

Jasper gave the board a report on Connor Gibbs progress. Connor has been with the district for 60 days. At the April meeting the board stated that at the 60 days end Jay would give an evaluation. Base on Jay's evaluation, board voted to raise his hourly wage by 1.00 effective June 15, 2018

Jasper gave an operations report. Two new meters have been set. Per the PSC inspection Jay reported that the City of Murray has changed out the master meters and they are being tested. Jay told the board that he will be flushing fire hydrants the week of June 18th from 8am to 3pm.

The board discussed adding Candise to the bank accounts to sign checks. The board voted to have a commissioner accompany her to the bank to sign a signature card and add to be able to access the safety deposit box, and at the time, Kathy Wyatt name will be deleted off all the accounts. The board also voted to get credit cards for Candise and Jasper from the Murray Bank with a credit line of 2,000 for office supply use, order envelopes online, and for Jay to purchase operation supplies. The account will be a shared account with both names. The board voted to cancel the credit card with Regions bank effective June 30, 2018.

Kathy Wyatt spoke to the board about her final fulltime day at the district. The board and Kathy agreed to June 28, 2018. After that time starting June 29, 2018 the board vote to pay Kathy \$13/per hour on as needed basis in the future.

The board voted to write off the following accounts due to non-payment
Jessica Mason 187.01

The meeting adjourned
8:56pm
Pat Paschall
Secretary