

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

**RECEIVED**

JUN 25 2019

PUBLIC SERVICE  
COMMISSION

Name of Utility	Kirksville Water Association	
Date	June 19, 2019	
Address	PO Box 670	
City, State, Zip	Richmond, KY	40476-0670
Telephone Number	859-624-1735	
Email Address	info@kirksvillewaterassociation.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
Richmond Utilities	\$2.43398 per 100 cf	\$2.49239 per 100 cf
KY River Authority	\$0.232 per 100 cf	\$0.232 per 100 cf
Total	\$2.66598 per 100 cf	\$2.72439 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

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	April 2, 2018	through	April 2, 2019
	(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	115,621,352
TOTAL PURCHASES	115,621,352
4. Total gallons sold for the 12 month period	88,958,066
5. Increased water cost	\$9,029.00
<p>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</p>	
6. Purchased water adjustment factor	\$0.11 per 1000 gallons
<p>The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold.</p> <p>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.</p>	
7. A schedule listing the current and proposed rates is attached as Exhibit	
8. A copy of the resolution or other document of the utility's governing body authorizing the proposed rates is attached as Exhibit	
9. Proposed effective date	July 1, 2019
	
Signature of Utility Officer	
Armon Sanders, President	
Title	

## **List of Exhibits**

Exhibit #1 – Suppliers Notice

Exhibit #2 – Gallons Purchased / Sold (4/2/18 to 4/2/19)

Exhibit #3 – Calculations

Exhibit #4 – Proposed Billing Rates

Exhibit #5 -- Resolution

# Richmond Utilities

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

May 1, 2019

## NOTICE

Richmond Utilities is providing notice that on May 1, 2019, it filed with the Public Service Commission to increase the wholesale rate and Kentucky River Authority Fee it charges Kirksville Water Association and Madison County Utility District effective for water service on and after July 1, 2019. The proposed rates are as follows:

	<u>Current Rate</u>	<u>New Rate</u>	<u>\$ Change</u>	<u>% Change</u>
Kirksville Water Association	\$2.43398 per 100 cubic feet	\$2.49239 per 100 cubic feet	\$0.05841 Increase	2.4% Increase
Madison County Utility District	\$2.43398 per 100 cubic feet	\$2.49239 per 100 cubic feet	\$0.05841 Increase	2.4% Increase
Kentucky River Authority Fee	\$0.23200 per 100 cubic feet	\$0.23200 per 100 cubic feet		

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.

KWA Water Purchase/Sold Summary

Time Period	Gallons Water Purchased	Gallons Water Sold	Dollar Amt of Water Sales
4/2/18 - 5/1/18	8,204,812	7,263,967	\$71,942.98
5/1/18 - 6/1/18	11,047,960	9,994,456	\$92,042.37
6/1/18 - 7/2/18	10,154,848	7,974,721	\$79,071.10
7/2/18 - 8/1/18	10,460,780	8,325,887	\$81,793.44
8/1/18 - 9/4/18	11,899,184	8,891,728	\$86,361.21
9/4/18 - 10/1/18	9,671,640	6,642,042	\$68,496.28
10/1/18 - 11/1/18	9,448,736	6,931,498	\$70,907.95
11/1/18 - 12/3/18	9,145,796	7,447,170	\$75,587.43
12/3/18 - 1/1/19	8,138,240	6,464,842	\$67,535.67
1/1/19 - 2/1/19	9,276,696	7,253,283	\$33,073.06
2/1/19 - 3/1/19	8,245,204	6,507,767	\$29,396.68
3/1/19 - 4/2/19	9,927,456	5,260,705	\$58,429.03
Totals	115,621,352	88,958,066	\$814,637.20

**Exhibit #3**

**KWA Calculations**

5. Increased Water Cost:

\$2.66598/100 cu ft to \$2.72439/100 cu ft

115,621,352 gals / 7.48 = 15,457,400 cu.ft.

15,457,400 cu.ft. x \$2.72439/100 cu ft = \$421,120.00

15,457,400 cu.ft. x \$ 2.66598/100 cu ft = \$412,091.00

**\$9,029.00 Increased Water Purchase Cost**

6. Purchase Water Adjustment Factor:

\$9,0291.00 / 88,958,066 gallons

= \$0.1015 per 1,000 gallons

= **\$0.11 per 1,000 gallons**

**Exhibit 4**

**Kirksville Water Association Rates**

		<u>Existing</u>	<u>Proposed</u>	
First	2,000 gallons	\$20.05	\$20.27	Minimum Bill
Next	3,000 gallons	\$9.67	\$9.78	per 1,000 gallons
Next	5,000 gallons	\$8.20	\$8.31	per 1,000 gallons
Over	10,000 gallons	\$6.98	\$7.09	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 Armon Sanders, President is authorized to execute and to submit an application to the Kentucky Public Service Commission to raise the Kirksville Water Rates by \$0.11 per 1000 gallons.

Adopted this 19<sup>th</sup> day of June, 2019



Armon Sanders, President

Kirksville Water Association

Attest: 

Mike Agee, Manager