

Kirksville Water Association

297 Michelle Dr.

P O Box 670 ♦ Richmond KY 40476-0670 ♦ 859-624-1735 ♦ Fax 859-623-8220

June 29, 2012

RECEIVED

JUL 2 2012

PUBLIC SERVICE
COMMISSION

Executive Director
Kentucky Public Service Commission
211 Sower Blvd
PO Box 615
Frankfort, KY 40602-0615

Office of the Attorney General
Rate Intervention Division
100 Perimeter Park
Frankfort, KY 40602

Re: Purchased Water Adjustment Filing

Case No. 2012-00288

Kirksville Water Association 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. Kirksville Water Association will publish the enclosed notice (Exhibit 5) no later than July 5, 2012.

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

Sincerely,

Bobby W Powell

Bobby W. Powell
Manager

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

RECEIVED

III 02 2012
PUBLIC SERVICE
COMMISSION

Name of Utility	Kirksville Water Association	
Date	June 15, 2012	
Address	P.O. Box 670	
City, State, Zip	Richmond, KY	40476-0670
Telephone Number	859.624-1735	

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.

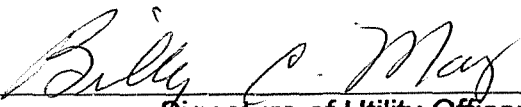
Supplier(s)	Base Rate	Changed Rate
Richmond Utilities	\$2.17 per 100 cu ft	\$2.24 per 100 cu ft

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 2011	through	April 2012
	(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	101,692,848
TOTAL PURCHASES	101,692,848
4. Total sales for the 12 month period	\$802,008.67
5. Increased water cost	\$9,516.71
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.	
6. Purchased water adjustment factor	\$0.10 per 1000 gals
The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold.	
<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. 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	July 1, 2012
	
Signature of Utility Officer (Billy May) President	
Title	

List of Exhibits

Exhibit #1 – Suppliers Notice

Exhibit #2 – Gallons Purchased / Sold (5/1/11 to 4/30/12)

Exhibit #3 – Dollars Purchased / Sold (5/1/12 to 4/30/12)

Exhibit #4 – Calculations

Exhibit #5 – Proposed Billing Rates



Richmond Water, Gas & Sewerage Works

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

June 7, 2012

Kirksville Water Association
Attn: Bobby Powell
PO BOX 670
Richmond, KY 40476-0670

Dear Mr. Powell/KWA Board:

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>
Kirksville Water Association	\$2.17/100 Cu Ft	\$2.24/100 Cu Ft	3.0% Increase
Madison County Utility District	\$2.17/100 Cu Ft	\$2.24/100 Cu Ft	3.0% Increase

The proposed effective date is July 1, 2012, usage on or after this date.

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
General Manager

Cc: Greg Puckett, Counsel
Madison County Fiscal Court

Exhibit #2

0. c
 7,265,324. +
 7,649,800. +
 7,764,240. +
 8,034,268. +
 8,471,100. +
 9,328,308. +
 6,446,264. +
 13,790,876. +
 9,538,496. +
 7,583,972. +
 7,739,556. +
 8,080,644. +
 101,692,848. G+

*gallons bought
 for May 2011
 usage thru april
 2012 usage*

KWA

0. c
 0. c
 8,413,233. +
 6,036,097. +
 7,200,051. +
 6,625,945. +
 8,016,526. +
 9,408,000. +
 9,161,285. +
 10,191,420. +
 6,799,795. +
 7,561,830. +
 7,212,800. +
 6,465,880. +
 93,092,862. G+

*gallons sold
 for May 2011
 usage thru april
 2012 usage
 KWA*

*For Kerry
 from Bobby*

Exhibit #3

24,012.44 +
 23,205.61 +
 22,863.65 +
 21,714.87 +
 24,151.01 +
 23,131.85 +
 22,666.97 +
 28,507.03 +
 41,213. +
 19,267.54 +
 27,504.86 +
 24,977.93 +
 303,216.76 G+

0. c

848,464.20 +
 46,455.53 -

→ \$ 802,008.67 G+

Total \$ amount
 paid to R. U. for
 water purchased
 for May 2011
 usage thru
 april 2012
 usage

KWA

Total \$ amount
 Kwa sold for
 May 2011 usage
 thru april 2012
 usage

KWA

Exhibit #4

KWA Calculations

5. Increased Water Cost:

\$2.17/100 cu ft to \$2.24/100 cu ft

101,692,848 gals / 7.48 = 13,595,301 cu.ft.

13,595,301 cu.ft. x \$2.24/100 cu ft = \$304,534.74

13,595,301 cu.ft. x \$ 2.17/100 cu ft = \$295,018.03

\$9,516.71 Increased Water Purchase Cost

6. Purchase Water Adjustment Factor:

\$9,516.71 / 93,092,862 gallons

= \$0.102 per 1,000 gallons

= **\$0.10 per 1,000 gallons**

Exhibit 5

Kirksville Proposed Water Rates

First	2,000 gallons	\$17.16	Minimum Bill
Next	3,000 gallons	\$8.26	per 1,000 gallons
Next	5,000 gallons	\$6.92	per 1,000 gallons
Over	10,000 gallons	\$5.81	per 1,000 gallons

FOR Kirksville Water Association
Community, Town or City
P.S.C.KY.NO. 0760672

Kirksville Water Association
(Name of Utility)

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

RATES AND CHARGES

MONTHLY RATES

First 2,000 gallons	\$17.16 Minimum bill
Next 3,000 gallons	\$ 8.26 per 1000 gallons
Next 5,000 gallons	\$ 6.92 per 1000 gallons
Over 10,000 gallons	\$ 5.81 per 1000 gallons

DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY Billy C. May _____
(Signature of Officer)

TITLE President _____

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