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November 17, 2011

Via Courier

Mr. Curt Gassert, Director  
Indiana Utility Regulatory Commission  
101 W. Washington Street  
Suite 1500 East  
Indianapolis, IN 46204

RECEIVED

NOV 17 2011

INDIANA UTILITY  
REGULATORY COMMISSION

Re: Ellettsville Municipal Water Utility  
Wholesale Water Cost Tracking Application

Dear Curt:

We understand that other wholesale water purchasers from the City of Bloomington Utilities have requested simultaneous rate relief pursuant to IC8-1-2-61.6. The Ellettsville Municipal Water Utility (the "Utility") would also like to request simultaneous rate relief for this true-up rate adjustment or rate relief not later than November 30, 2011, if possible. Due to the Utility's billing cycle the Utility will lose an entire month of tracker revenues if the new tariff is not approved by November 30, 2011.

Enclosed are three copies of a Verified Statement In Support of Change in Schedule of Rates, together with supporting schedules for filing on behalf of the Utility. Also enclosed are five copies of the proposed first two pages and Appendix A to the existing tariff, three copies of water bills from the City of Bloomington Utilities and copies of the legal notice and press release which have been submitted to the local newspaper. The publisher's affidavit will be forwarded upon receipt.

The Utility is requesting approval to establish a wholesale cost tracking factor of \$0.51 per 1,000 gallons of water sold. This factor is requested to pass through changes in the cost of water being purchased from the City of Bloomington Utilities which we understand will file its true-up on November 28, 2011.

Please forward three stamped approved tariffs to our office once approved. If you or members of your staff have any questions or comments, please do not hesitate to call.

Very truly yours

UMBAUGH

Douglas L. Baldessari

DLB/jae  
Enclosure

cc: Office of the Utility Consumer Counselor  
Mr. Michael Farmer (Letter only)  
Ms. Sandra Hash (Letter only)

EXHIBIT 1

VERIFIED STATEMENT IN SUPPORT OF CHANGE IN SCHEDULE OF RATES

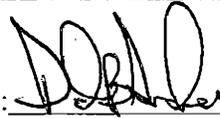
TO THE INDIANA UTILITY REGULATORY COMMISSION OF INDIANA:

1. The Ellettsville Municipal Water Utility, Ellettsville, Indiana, under and pursuant to the Public Service Commission Act, as amended, hereby files with the Indiana Utility Regulatory Commission, an increase in its schedule of rates for water sold in the amount of \$0.51 per 1,000 gallons for wholesale water provided by the City of Bloomington Utilities.

2. The accompanying changes in the schedule of rates are based solely upon the change in the cost of water, purchased by this utility computed in accordance with 170 IAC 6-5-1.

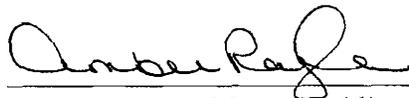
3. All of the matters and facts stated herein and the attached exhibits are true and correct. The rate changes shall take effect for the next practical consumption period following approval by the Commission.

ELLETTSVILLE MUNICIPAL WATER UTILITY

By:   
Council President

STATE OF INDIANA )  
 ) SS:  
COUNTY OF MONROE )

Personally appeared before me, a Notary Public in and for said County and State, this 14 day of November, 2011, DAVID DRAKE, who, after having been duly sworn according to law, stated that he is the Council President of the Town of Ellettsville that he has read the matters and facts stated above, and in all exhibits attached hereto, and that the same are true; that he is duly authorized to execute this instrument for and on behalf of the applicant herein.

  
Notary Public

My Commission expires: July 30, 2018

## EXHIBIT 2

## ELLETTSVILLE (INDIANA) MUNICIPAL WATER UTILITY

SCHEDULE OF GALLONS PURCHASED AND GALLONS SOLD

(Based on bill information for the twelve months ended October 31, 2011)

<u>Month</u> <u>Purchased</u>	<u>Month</u> <u>Sold</u>	<u>Gallons</u> <u>Purchased (1)</u> <u>(In 1,000's)</u>	<u>Gallons</u> <u>Sold (2)</u> <u>(In 1,000's)</u>
November, 2010	November, 2010	32,001.00	22,385.00
December	December	28,867.00	22,443.00
January, 2011	January, 2011	24,968.00	22,881.00
February	February	25,938.00	24,941.00
March	March	27,015.00	17,822.00
April	April	24,301.00	21,592.00
May	May	27,965.00	24,208.00
June	June	32,156.00	24,652.00
July	July	33,120.00	26,936.00
August	August	34,357.00	28,630.00
September	September	32,594.00	29,538.00
October	October	27,340.00	22,615.00
Totals		<u>350,622.00</u>	<u>288,643.00</u>

(1) Per bills from City of Bloomington Utilities (copies attached).

(2) Per utility officials.

EXHIBIT 3

ELLETTSVILLE (INDIANA) MUNICIPAL WATER UTILITY

COMPUTATION OF CHANGE IN COST OF WHOLESALE WATER PURCHASED

Company Name: Ellettsville Municipal Water Utility Address: Town Hall  
 Ellettsville, Indiana 47429  
 Phone Number: (812) 876-3860  
 Wholesale Water Supplier: City of Bloomington Utilities  
 Effective Date of Rate Change: Estimated November 2011

Based Upon Water Purchased for the Twelve Months Ended October 31, 2011

Current cost under Bloomington Regional Utilities present rates:

Rate Component	Supplier's Rate			Annual Purchased Water Expense	
	Immediately Prior to Change	Changed Rate	Annual Purchased Water (1) (In 1,000's)	Immediately Prior to Change	At Changed Rate
All gallonage	\$1.58	\$1.99	350,622	\$553,982.76	\$697,737.78
Monthly Service Charge	325.14	409.64		3,901.68	4,915.68
Totals			350,622	\$557,884.44	\$702,653.46

(1) See Exhibit 2

## EXHIBIT 4

## ELLETTSVILLE (INDIANA) MUNICIPAL WATER UTILITY

COMPUTATION OF WATER TRACKING FACTOR

(Per 1,000 gallons)

1	Cost of purchased water at new rates (Exhibit 3)	\$702,653.46
2	Less cost of purchased water old rates (Exhibit 3)	<u>(557,884.44)</u>
3	Increased purchased water cost (Line 1 - Line 2)	144,769.02
4	Increase in Indiana Utility Receipts tax and other similar revenue based tax charges (1.4%*Line 3)	<u>2,026.77</u>
5	Increased revenue requirements (Line 3 + Line 4)	146,795.79
6	Divide by total metered water sales (Exhibit 2)	<u>288,643.00</u>
7	Tracking factor per 1,000 gallons (Line 5/ Line 6)	<u><u>\$0.51</u></u>

EXHIBIT 5

LEGAL NOTICE OF FILING FOR A CHANGE IN WATER RATES  
BY THE ELLETTSVILLE MUNICIPAL WATER UTILITY  
Ellettsville, Indiana

Notice is hereby given that the Ellettsville Municipal Water Utility, Ellettsville, Indiana, under and pursuant to the Public Service Commission Act, as amended, intends to file with the Indiana Utility Regulatory Commission on or about November 16, 2011 an increase in the schedule of rates and charges for all water sold by its water utility in the amount of \$0.51 per 1,000 gallons as a wholesale water cost tracker applicable to all customers of the Ellettsville Municipal Water Utility.

The changes in schedules of rates submitted to the Commission are based solely upon the change in the cost of purchased water by the Ellettsville Municipal Water Utility from the City of Bloomington Utilities and shall apply for the next practical consumption period following final approval by the Commission or December 16, 2011, whichever is later.

Objections to this filing can be forwarded to Secretary, Utility Regulatory Commission, 101 West Washington Street, Suite 1500 East Indianapolis, Indiana 46204 and Office of Utility Consumer Counselor, 115 West Washington Street, Suite 1500 South, Indianapolis, IN 46204.

ELLETTSVILLE MUNICIPAL WATER UTILITY

Ellettsville, Indiana

By:   
\_\_\_\_\_  
President

PRESS RELEASE IN REGARD TO INCREASE IN WATER RATES  
FOR THE ELLETTSVILLE MUNICIPAL WATER UTILITY

The City of Bloomington Utilities has changed its water rates and charges to pass on its increased cost of operations. These changes in rates have increased the total cost of water purchased by the Ellettsville Municipal Water Utility by approximately 26%. This increase amounts to about \$144,770 annually.

The Ellettsville Municipal Water Utility will file with the Indiana Utility Regulatory Commission for its approval, an increase in its schedule of rates for water sold to reflect the increase in the cost of water purchased from the City of Bloomington Utilities.

Upon approval of the Indiana Utility Regulatory Commission, an increase of approximately \$0.51 per 1,000 gallons will be applied to all customer bills of the Ellettsville Municipal Water Utility's system. This charge shall apply for the next practical consumption period following the date of such approval. Assuming a typical or average residential monthly bill is for approximately 4,000 gallons of consumption, this increase will amount to \$2.04 per month. This increase stated as a percent of the total monthly bill will vary from individual to individual depending on the amount of water consumed.

**ELLETTSVILLE (INDIANA) MUNICIPAL WATER UTILITY  
Town of Ellettsville  
Town Hall  
Ellettsville, Indiana 47429**

**SCHEDULE OF WATER RATES AND CHARGES  
(Pursuant to IURC Order in Cause No. 43582U, dated June 3, 2009)**

(a) Metered User Block Schedule:

For use of and service rendered by the waterworks system of the Town, based upon the use of water supplied by said waterworks system:

<u>Monthly Water Usage</u>		<u>Rate Per</u>
<u>Inside Town</u>		<u>1,000 Gallons</u>
First	3,000 gallons	\$3.79 *
Next	5,000 gallons	3.35 *
Next	12,000 gallons	2.81 *
Next	30,000 gallons	2.62 *
Next	50,000 gallons	2.46 *
Next	100,000 gallons	2.35 *
Over	200,000 gallons	2.26 *
<u>Outside Town</u>		
First	3,000 gallons	\$4.87 *
Next	7,000 gallons	4.42 *
Next	90,000 gallons	3.52 *
Next	100,000 gallons	2.98 *
Over	200,000 gallons	2.73 *

(b) Metered User Minimum Schedule:

Each user shall pay a minimum charge in accordance with the following applicable size of meter installed, for which the user will be entitled to the quantity of water set out in the above schedule of rates.

<u>Minimum Charges</u>		<u>Monthly</u>	<u>Monthly</u>
<u>Inside Town</u>		<u>Gallonage</u>	<u>Charge</u>
5/8	inch meter	3,000	\$11.37 *
3/4	inch meter	3,336	12.50 *
1	inch meter	3,611	13.42 *
1 1/4	inch meter	5,826	20.84 *
1 1/2	inch meter	6,934	24.55 *
2	inch meter	11,405	37.69 *
3	inch meter	19,730	61.08 *
4	inch meter	49,765	139.82 *

\*Subject to the water tracking factor in Appendix A.

(Continued on next page)

ELLETTSVILLE (INDIANA) MUNICIPAL WATER UTILITY  
 Town of Ellettsville  
 Town Hall  
 Ellettsville, Indiana 47429

**SCHEDULE OF WATER RATES AND CHARGES**  
 (Pursuant to IURC Order in Cause No. 43582U, dated June 3, 2009)

(b) Metered User Minimum Schedule (Cont'd)

<u>Minimum Charges</u>		<u>Monthly</u>	<u>Monthly</u>
<u>Outside Town:</u>		<u>Gallonage</u>	<u>Charge</u>
5/8	inch meter	2,988	\$14.55 *
3/4	inch meter	3,170	15.36 *
1	inch meter	3,496	16.80 *
1 1/4	inch meter	5,500	25.66 *
1 1/2	inch meter	6,170	28.62 *
2	inch meter	14,267	60.57 *
3	inch meter	24,286	95.84 *
4	inch meter	54,335	201.61 *

(c) Fire Protection Service

Municipal Hydrant User Charges

<u>Meter Size</u>		<u>Per Month</u>
5/8	inch meter	\$1.49
3/4	inch meter	1.64
1	inch meter	2.08
1 1/2	inch meter	2.67
2	inch meter	4.31
3	inch meter	16.38
8	inch meter	43.19

Private Hydrants (Per Hydrant, Per Annum) \$179.45

Automatic Sprinkler Charges

1	inch connection	\$4.99
1 1/4	inch connection	7.79
1 1/2	inch connection	11.20
2	inch connection	19.94
3	inch connection	44.80
4	inch connection	79.75
6	inch connection	179.45
8	inch connection	319.04

\*Subject to the water tracking factor in Appendix A.

**ELLETTSVILLE (INDIANA) MUNICIPAL WATER UTILITY  
Town of Ellettsville  
Town Hall  
Ellettsville, Indiana 47429**

**SCHEDULE OF WATER RATES AND CHARGES  
(Pursuant to IURC Order in Cause No. 43582U, dated June 3, 2009)**

**APPENDIX A**

Water Tracking Adjustment - The water tracking factor set forth in this schedule is applicable where clearly denoted on other rate schedules and shall be occasioned solely by changes in the wholesale cost of water, in accordance with 170 IAC 6-5-1.

Water Tracking Rate: \$0.76 per 1,000 gallons (1)

- (1) Inclusive of the following separate tracking factors:  
\$0.25 per 1,000 gallons approved per conference minutes on March 17, 2011.  
\$0.51 per 1,000 gallons approved per conference minutes on November \_\_, 2011.