

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
FILING OF WESTERN ROCKCASTLE) CASE NO. 2012-00368
WATER ASSOCIATION)

ORDER

On August 17, 2012, Western Rockcastle Water Association (“Western Rockcastle”) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹

The Commission, having reviewed the record and being sufficiently advised, finds that:

1. Western Rockcastle purchases water from the city of Mount Vernon (“Mount Vernon”), the city of Brodhead (“Brodhead”), and Southern Madison Water District (“Southern Madison”).

2. On August 17, 2012, Mount Vernon increased its wholesale water rate to Western Rockcastle from \$2.16 per 1,000 gallons to \$2.93 per 1,000 gallons.

3. On August 14, 2012, Western Rockcastle increased the water rates to its customers, effective August 17, 2012, to reflect the increase in its purchased water cost.

4. During the 12 months ending June 30, 2012, Western Rockcastle purchased 272,448,600 gallons of water from Mount Vernon, 7,454,196 gallons from

¹ KRS 278.012; 807 KAR 5.068.

Brodhead, and 6,397,100 gallons from Southern Madison, for a total purchase of 286,299,896 gallons. It sold 215,320,700 gallons of water. The increase in the cost of purchased water is \$209,785.42, resulting in a purchased water adjustment of \$0.97 per 1,000 gallons.

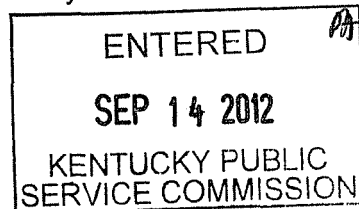
5. The purchased water adjustment of \$0.97 per 1,000 gallons is fair, just, and reasonable and should be approved.

6. The rates in Appendix B are fair, just, and reasonable and should be approved for service rendered on or after August 17, 2012.

IT IS THEREFORE ORDERED that:

1. Western Rockcastle's proposed rates are approved.
2. The purchased water adjustment of \$0.97 per 1,000 gallons as calculated in Appendix A is approved.
3. The rates in Appendix B are approved for service rendered on or after August 17, 2012.
4. Western Rockcastle's tariff sheet is approved as filed.

By the Commission



ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2012-00368 DATED **SEP 14 2012**

	New Rate	Base Rate	
Western Rockcastle			
Purchases in gallons	272,448,600	272,448,600	
Volumetric rate	<u>\$2.93/1,000</u>	<u>\$2.16/1,000</u>	
	\$798,274.40	\$588,488.98	
		Increased water cost	\$209,785.42
Increased water cost			\$209,785.42
Divided by gallons sold /1,000			<u>215,320,700</u>
Purchased water adjustment factor			\$0.974 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2012-00368 DATED SEP 14 2012

The following rates and charges are prescribed for the customers in the area served by Western Rockcastle Water Association. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Water Rates

5/8" X 3/4" Meter

First	2,000	Gallons	\$ 27.94 Minimum Bill
Next	3,000	Gallons	8.12 Per 1,000 Gallons
Next	5,000	Gallons	7.48 Per 1,000 Gallons
Next	15,000	Gallons	6.83 Per 1,000 Gallons
Over	25,000	Gallons	6.22 Per 1,000 Gallons

1" Meter

First	5,000	Gallons	\$ 46.25 Minimum Bill
Next	5,000	Gallons	7.48 Per 1,000 Gallons
Next	15,000	Gallons	6.83 Per 1,000 Gallons
Over	25,000	Gallons	6.22 Per 1,000 Gallons

1 1/2" Meter

First	10,000	Gallons	\$ 83.65 Minimum Bill
Next	15,000	Gallons	6.83 Per 1,000 Gallons
Over	25,000	Gallons	6.22 Per 1,000 Gallons

2" Meter

First	25,000	Gallons	\$186.10 Minimum Bill
Over	25,000	Gallons	6.22 Per 1,000 Gallons

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