

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF SOUTH)	CASE NO.
LOGAN WATER ASSOCIATION, INC.)	2014-00035

ORDER

On February 7, 2014, South Logan Water Association ("South Logan") 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. South Logan purchases water from the Logan-Todd Regional Water Commission ("Logan-Todd").

2. On January 1, 2014, Logan-Todd increased its wholesale water volumetric rate to South Logan from \$3.83 per 1,000 gallons of water to \$3.91 per 1,000 gallons.

3. South Logan proposes to adjust its rates effective March 1, 2014, to reflect the increase in its wholesale suppliers' rates for wholesale water service.

4. During the 12 months ending December 31, 2013, South Logan purchased 148,095,000 gallons of water from Logan-Todd. South Logan sold 108,389,000 gallons of water during the same period.

5. The purchased water adjustment factor of \$0.11 per 1,000 gallons of water as calculated in Appendix A is fair, just, and reasonable and should be approved.

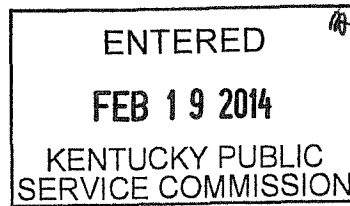
¹ KRS 278.015; 807 KAR 5:068.

6. The rates set forth in Appendix B to this Order are fair, just, and reasonable and should be approved for water service that South Logan renders on and after March 1, 2014.

IT IS THEREFORE ORDERED that:

1. South Logan's proposed rates are approved.
2. The purchased water adjustment factor of \$0.11 per 1,000 gallons is approved.
3. The rates in Appendix B are approved for service that South Logan renders on or after March 1, 2014.
4. Within 20 days of the date of this Order, South Logan shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing the rates approved herein, with the March 1, 2014, effective date.

By the Commission



ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2014-00035 DATED FEB 19 2014

	New Rate	Base Rate
Logan Todd		
Purchases in gallons	148,095,000	148,095,000
Volumetric rate	<u>\$3.91/1,000</u>	<u>\$3.83/1,000</u>
	\$579,051.45	\$567,203.85
Increased water cost		\$11,847.60
Increased water cost		\$11,847.60
Divided by gallons sold/1,000		<u>108,389,000</u>
Purchased water adjustment factor		\$0.1093
		or \$0.11 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2014-00035 DATED FEB 19 2014

The following rates and charges are prescribed for the customers in the area served by South Logan 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 Volume Rates

5/8- x 3/4-Inch Meter

First	2,000	Gallons	\$23.89	Minimum Bill
Next	8,000	Gallons	8.52	per 1,000 Gallons
Next	40,000	Gallons	8.25	per 1,000 Gallons
Next	50,000	Gallons	7.97	per 1,000 Gallons
All Over	100,000	Gallons	7.70	per 1,000 Gallons

1-Inch Meter

First	2,000	Gallons	\$43.90	Minimum Bill
Next	8,000	Gallons	8.52	per 1,000 Gallons
Next	40,000	Gallons	8.25	per 1,000 Gallons
Next	50,000	Gallons	7.97	per 1,000 Gallons
All Over	100,000	Gallons	7.70	per 1,000 Gallons

1 2/4-Inch Meter

First	2,000	Gallons	\$61.88	Minimum Bill
Next	8,000	Gallons	8.52	per 1,000 Gallons
Next	40,000	Gallons	8.25	per 1,000 Gallons
Next	50,000	Gallons	7.97	per 1,000 Gallons
All Over	100,000	Gallons	7.70	per 1,000 Gallons

2-Inch Meter

First	2,000	Gallons	\$94.41	Minimum Bill
Next	8,000	Gallons	8.52	per 1,000 Gallons
Next	40,000	Gallons	8.25	per 1,000 Gallons
Next	50,000	Gallons	7.97	per 1,000 Gallons
All Over	100,000	Gallons	7.70	per 1,000 Gallons

3-Inch Meter

First	2,000	Gallons	\$126.51	Minimum Bill
Next	8,000	Gallons	8.52	per 1,000 Gallons
Next	40,000	Gallons	8.25	per 1,000 Gallons
Next	50,000	Gallons	7.97	per 1,000 Gallons
All Over	100,000	Gallons	7.70	per 1,000 Gallons

4-Inch Meter

First	2,000	Gallons	\$163.21	Minimum Bill
Next	8,000	Gallons	8.52	per 1,000 Gallons
Next	40,000	Gallons	8.25	per 1,000 Gallons
Next	50,000	Gallons	7.97	per 1,000 Gallons
All Over	100,000	Gallons	7.70	per 1,000 Gallons

Wholesale Rate			\$3.42	per 1,000 Gallons
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