

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
FILING OF WEST DAVIESS COUNTY) CASE NO. 2012-00148
WATER DISTRICT)

ORDER

On April 20, 2012, West Daviess County Water District ("West Daviess") 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. West Daviess purchases water from Owensboro Municipal Utilities ("Owensboro").
2. On March 16, 2012, Owensboro notified West Daviess that it would decrease its volumetric wholesale rate to West Daviess from \$1.65 per 1,000 gallons to \$1.60 per 1,000 gallons on June 1, 2012.
3. West Daviess proposes a purchased water adjustment factor of (\$0.06) per 1,000 gallons to be applied to its rates.
4. West Daviess proposes an effective date of June 1, 2012.
5. During the 12 months ending March 31, 2012, West Daviess purchased 454,115,700 gallons of water from Owensboro. It sold 354,615,960 gallons of water during the same period.

¹ KRS 278.015; 807 KAR 5:068.

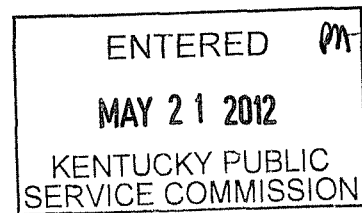
6. The purchased water adjustment factor of (\$0.06) per 1,000 gallons is fair, just, and reasonable and should be approved.

7. The rates set forth in Appendix B to this Order are fair, just, and reasonable and should be approved for water service that West Daviess renders on and after June 1, 2012.

IT IS THEREFORE ORDERED that:

1. West Daviess' proposed rates are approved.
2. The purchased water adjustment factor of (\$0.06) per 1,000 gallons as calculated in Appendix A is approved.
3. The rates in Appendix B are approved for service that West Daviess renders on or after June 1, 2012.
4. West Daviess' proposed tariff sheet filed with the application is approved.

By the Commission



ATTEST



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2012-00148 DATED **MAY 21 2012**

	New Rate	Base Rate
Owensboro		
Purchases in gallons	454,115,700	454,115,700
Volumetric rate	<u>\$1.60 /1,000</u>	<u>\$ 1.65/1,000</u>
	\$726,585.12	\$749,290.91
Decreased water cost		(\$22,705.79)
Increased water cost		(\$22,705.79)
Divided by gallons sold		<u>354,615,960</u>
Purchased water adjustment factor		(\$0.0640)
		or (\$0.06) per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2012-00148 DATED **MAY 21 2012**

The following rates and charges are prescribed for the customers in the area served by West Daviess County Water District. 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

USAGE CHARGE

First	20,000 gallons	\$ 4.02 per 1,000 gallons
Over	20,000 gallons	\$ 2.94 per 1,000 gallons

William Higdon
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