

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
FILING OF REID VILLAGE WATER) CASE NO. 2013-00228
DISTRICT)

ORDER

On June 17, 2013, Reid Village Water District ("Reid Village") 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. Reid Village purchases water from the city of Mount Sterling ("Mount Sterling").
2. Mount Sterling increased its volumetric wholesale rate to Reid Village from \$2.41 per 1,000 gallons to \$2.46 per 1,000 gallons on July 1, 2013.²
3. On July 1, 2013, Reid Village adjusted its rates to reflect the increase in purchased water costs due to Mount Sterling's rate adjustment.
4. Reid Village proposes a purchased water adjustment factor of \$0.06 per 1,000 gallons.
5. During the 12 months ending April 30, 2013, Reid Village purchased 64,454,660 gallons of water from Mount Sterling, and sold 58,011,477 gallons of water.

¹ KRS 278.015; 807 KAR 5:068.

² TFS No. 2013-00394 (Ky. PSC filed May 28, 2013); Letter from Dennis Brent Kirtley, Manager, Public Service Commission, to Rick Fletcher, Manager, Mount Sterling Water and Sewer System (July 1, 2013).

The increase in the cost of purchased water is \$3,222.73, resulting in a purchased water adjustment factor of \$0.06 per 1,000 gallons.

6. The purchased water adjustment factor of \$0.06 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

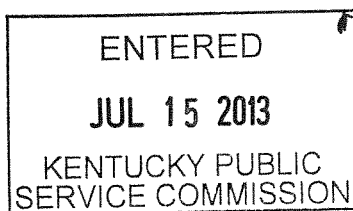
IT IS THEREFORE ORDERED that:

1. The purchased water adjustment factor of \$0.06 per 1,000 gallons is approved.

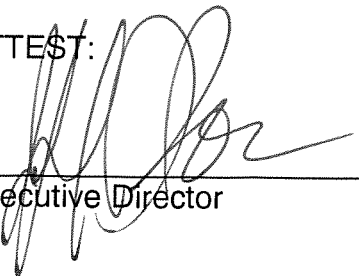
2. Reid Village's proposed rates, as set forth in Appendix B to this Order, are approved for service that Reid Village renders on or after July 1, 2013.

3. Within 20 days of the date of this Order, Reid Village shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing the rates approved herein.

By the Commission



ATTEST:



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2013-00228 DATED **JUL 15 2013**

	New Rate	Base Rate
Mount Sterling		
Purchases in gallons	64,454,660	64,454,660
Volumetric rate	<u>\$2.46 /1,000</u>	<u>\$2.41/1,000</u>
	\$158,558.46	\$155,335.73
Increased water cost		\$3,222.73
Increased water cost		\$3,222.73
Divided by gallons sold/1,000		<u>58,011,477</u>
Purchased water adjustment factor		\$0.0555 per 1,000 gallons or \$0.06

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2013-00228 DATED **JUL 15 2013**

The following rates and charges are prescribed for the customers in the area served by Reid Village 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

First	2,000 gallons	\$18.53	Minimum Bill
Next	1,000 gallons	6.02	per 1,000 gallons
Next	2,000 gallons	5.56	per 1,000 gallons
Next	5,000 gallons	5.09	per 1,000 gallons
Over	10,000 gallons	4.61	per 1,000 gallons

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