COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF) CASE NO. WEST DAVIESS COUNTY WATER DISTRICT) 2014-00144

ORDER

On May 15, 2014, 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:

- West Daviess purchases water from Owensboro Municipal Utilities
 ("Owensboro.")
- 2. On June 1, 2014, Owensboro increased its wholesale water rate to West Daviess from \$1.60 per 1,000 gallons to \$1.64 per 1,000 gallons.²
- 3. On June 1, 2014, West Daviess increased its water rates to reflect the increased cost of purchased water from Owensboro.
- 4. During the 12 months ended March 31, 2014, West Daviess purchased 420,581,600 gallons of water from Owensboro and sold 356,660,230 gallons. The increase in the cost of purchased water is \$16,823.26, resulting in a purchased water adjustment of \$0.05 per 1,000 gallons.

¹ KRS 278.015; 807 KAR 5:068.

² TFS 2014-00241 (Ky. PSC filed Apr. 22, 2014); Letter from Dennis Brent Kirtley, Tariff Branch Manager, Public Service Commission, to Terrance P. Naulty, Owensboro Municipal Utilities (May 21, 2014).

- 5. The purchased water adjustment of \$0.05 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.
- 6. West Daviess's proposed rates, as set forth in Appendix B to this Order, are fair, just, and reasonable and should be approved for water service rendered on and after June 1, 2014.

IT IS THEREFORE ORDERED that:

- 1. The purchased water adjustment of \$0.05 per 1,000 gallons is approved.
- 2. West Daviess's proposed rates are approved for water service rendered on and after June 1, 2014.
- 3. Within 20 days of the date of this Order, West Daviess shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing the rates approved herein.

By the Commission

ENTERED

JUN 0 9 2014

KENTUCKY PUBLIC SERVICE COMMISSION

ATTES

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2014-00144 DATED JUN 0 9 2014

	New Rate	Base Rate
West Daviess		
Purchases in gallons		
Owensboro	420,581,600	420,581,600
Volumetric rate	<u>\$ 1.64/1,000</u>	\$ 1.60/1,000
	\$ 689,753.82	\$ 672,930.56

Increased water cost \$16,823.26

Increased water cost \$ 16,823.26 Divided by gallons sold/1,000 \$ 356,660,230 \$ 0.0471

Purchased water adjustment factor \$0.05 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2014-00144 DATED JUN 0 9 2014

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

Customer Charge

<u>Customer Charge</u>	
5/8-inch X 3/4-inch Meter	\$ 3.25 per Month
1-inch Meter	4.55 per Month
1 1/2-inch Meter	5.85 per Month
2-inch Meter	9.43 per Month
3-inch Meter	35.75 per Month
4-inch Meter	45.40 per Month
6-inch Meter	68.25 per Month
8-inch Meter	94.25 per Month
<u>Usage Charges</u> First 20,000 Gallons Over 20,000 Gallons	4.07 Minimum Bill 2.99 per 1,000 Gallons
Wholesale Water Rate McLean County Water District Beech Grove Water Association	2.41 per 1,000 Gallons 2.41 per 1,000 Gallons

William G Higdon Manager West Daviess County Water District 3400 Bittel Road Owensboro, KY 42301