

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING	)	CASE NO.
OF CORINTH WATER DISTRICT	)	2014-00347

ORDER

On September 30, 2014, Corinth Water District ("Corinth") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.<sup>1</sup>

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

1. Corinth purchases water from the city of Williamstown, Kentucky ("Williamstown").
2. Williamstown notified Corinth in December 2013 that effective January 1, 2014, Williamstown would increase its wholesale rate to Corinth from \$2.63 per 1,000 gallons to \$2.89 per 1,000 gallons.<sup>2</sup> Corinth now proposes to increase the water rates to its customers effective October 25, 2014, to reflect the change in its cost of purchased water.
3. Corinth proposed a purchased water adjustment factor of \$0.34 per 1,000 gallons. Corinth's application contained a mathematical error in the computation of the proposed rates.

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<sup>1</sup> KRS 278.015; 807 KAR 5:068.

<sup>2</sup> TFS 2013-00731 (Ky. PSC filed Sep. 17, 2013); The tariff was accepted for filing by the Commission by letter dated Feb. 6, 2014.

4. During the 12 months ended August 31, 2014, Corinth purchased 64,080,600 gallons of water from Williamstown and sold 48,421,100 gallons. The increase in the cost of purchased water is \$16,660.80, resulting in a purchased water adjustment of \$0.35 per 1,000 gallons.

5. The purchased water adjustment of \$0.35 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

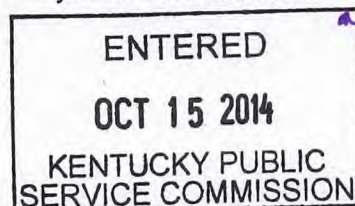
6. Corinth's proposed rates should be denied. The rates as set forth in Appendix B to this Order are fair, just and reasonable and should be approved for water service rendered on and after October 25, 2014.

IT IS THEREFORE ORDERED that:

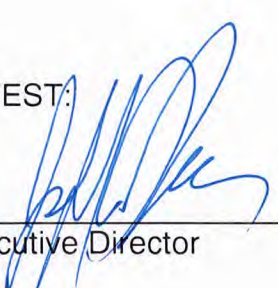
1. Corinth's proposed rates are denied.
2. The purchased water adjustment of \$0.35 per 1,000 gallons is approved.
3. The rates as set forth in Appendix B to this Order are approved for water service rendered on and after October 25, 2014.

3. Within 20 days of the date of this Order, Corinth 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:

  
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Executive Director



APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
 COMMISSION IN CASE NO. 2014-00347 DATED **OCT 15 2014**

	New Rate	Base Rate
Corinth		
Purchases in gallons		
Williamstown	64,080,600	64,080,600
Volumetric rate	<u>\$ 2.89/1,000</u>	<u>\$ 2.63/1,000</u>
	\$ 185,192.93	\$ 168,531.98
Increased water cost		\$ 16,660.95

Increased water cost	\$ 16,660.95
Divided by gallons sold/1,000	<u>48,421,100</u>
Purchased water adjustment factor	\$ 0.34408 per 1,000 gallons
or	\$ 0.35 per 1,000 gallons

## APPENDIX B

### APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2014-00347 DATED **OCT 15 2014**

The following rates and charges are prescribed for the customers in the area served by Corinth 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	1,000 gallons	\$18.19 Minimum Bill
Next	4,000 gallons	13.34 per 1,000 gallons
Next	5,000 gallons	11.92 per 1,000 gallons
Over	10,000 gallons	10.49 per 1,000 gallons

William Hill  
General Manager  
Corinth Water District  
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