

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

SIMPSON COUNTY WATER DISTRICT	)	CASE NO.
APPLICATION FOR PURCHASED WATER	)	2014-00424
ADJUSTMENT	)	

ORDER

On December 4, 2014, Simpson County Water District ("Simpson County") 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. Simpson County purchases water from the White House Utility District ("White House"), White House, Tennessee.
2. White House notified Simpson County that effective January 1, 2015, White House would increase its wholesale rate to Simpson County from \$2.4960 per 1,000 gallons to \$2.5541 per 1,000 gallons. Simpson County proposed to increase the water rates to reflect the increased cost of purchased water effective January 1, 2015.
3. Simpson County proposed a purchased water adjustment factor of \$.07 per 1,000 gallons.
4. During the 12 months ended September 30, 2014, Simpson County purchased 385,797,140 gallons of water from White House and sold 328,829,520

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

gallons. The increase in the cost of purchased water is \$22,414.81, resulting in a purchased water adjustment of \$0.07 per 1,000 gallons.

5. The purchased water adjustment of \$0.07 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

6. Simpson County'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 January 1, 2015.

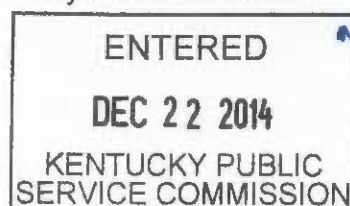
IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of \$0.07 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 January 1, 2015.

3. Within 20 days of the date of this Order, Simpson County 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. 2014-00424 DATED **DEC 22 2014**

	New Rate	Base Rate
Simpson County		
Purchases in gallons		
White House	385,797,140	385,797,140
Volumetric rate	<u>\$2.5541/1,000</u>	<u>\$2.4960/1,000</u>
	\$985,364.48	\$962,949.66
Increased water cost		\$22,414.82

Increased water cost \$ 22,414.82  
 Divided by gallons sold/1,000 328,829,520  
 Purchased water adjustment factor \$ 0.06816 per 1,000 gallons  
 or \$ 0.07 per 1,000 gallons

## APPENDIX B

### APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2014-00424 DATED **DEC 22 2014**

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

##### 5/8 Inch x 3/4-Inch Meters

First	2,000 gallons	\$15.85	Minimum Bill
Next	8,000 gallons	5.67	per 1,000 gallons
Next	190,000 gallons	5.06	per 1,000 gallons
Next	400,000 gallons	4.73	per 1,000 gallons
Over	600,000 gallons	3.45	per 1,000 gallons

##### 3/4-Inch Meters

First	3,000 gallons	\$22.03	Minimum Bill
Next	7,000 gallons	5.67	per 1,000 gallons
Next	190,000 gallons	5.06	per 1,000 gallons
Next	400,000 gallons	4.73	per 1,000 gallons
Over	600,000 gallons	3.45	per 1,000 gallons

##### 1-Inch Meters

First	5,000 gallons	\$33.87	Minimum Bill
Next	5,000 gallons	5.67	per 1,000 gallons
Next	190,000 gallons	5.06	per 1,000 gallons
Next	400,000 gallons	4.73	per 1,000 gallons
Over	600,000 gallons	3.45	per 1,000 gallons

##### 1 1/2-Inch Meters

First	10,000 gallons	\$68.24	Minimum Bill
Next	190,000 gallons	5.06	per 1,000 gallons
Next	400,000 gallons	4.73	per 1,000 gallons
Over	600,000 gallons	3.45	per 1,000 gallons

2-Inch Meters

First	16,000 gallons	\$100.11	Minimum Bill
Next	184,000 gallons	5.06	per 1,000 gallons
Next	400,000 gallons	4.73	per 1,000 gallons
Over	600,000 gallons	3.45	per 1,000 gallons

3-Inch Meters

First	30,000 gallons	\$198.00	Minimum Bill
Next	170,000 gallons	5.06	per 1,000 gallons
Next	400,000 gallons	4.73	per 1,000 gallons
Over	600,000 gallons	3.45	per 1,000 gallons

4-Inch Meters

First	50,000 gallons	\$305.21	Minimum Bill
Next	150,000 gallons	5.06	per 1,000 gallons
Next	400,000 gallons	4.73	per 1,000 gallons
Over	600,000 gallons	3.45	per 1,000 gallons

6-Inch Meters

First	100,000 gallons	\$572.25	Minimum Bill
Next	100,000 gallons	5.06	per 1,000 gallons
Next	400,000 gallons	4.73	per 1,000 gallons
Over	600,000 gallons	3.45	per 1,000 gallons

8-Inch Meters

First	160,000 gallons	\$895.91	Minimum Bill
Next	40,000 gallons	5.06	per 1,000 gallons
Next	400,000 gallons	4.73	per 1,000 gallons
Over	600,000 gallons	3.45	per 1,000 gallons

10-Inch Meters

First	550,000 gallons	\$2,766.59	Minimum Bill
Next	50,000 gallons	4.73	per 1,000 gallons
Over	600,000 gallons	3.45	per 1,000 gallons

John M Dix, P.E.  
General Manager  
Simpson County Water District  
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Bowling Green, KY 42102-4780