

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF)	CASE NO.
BUFFALO TRAIL WATER ASSOCIATION)	2015-00064

ORDER

On February 27, 2015, Buffalo Trail Water Association (“Buffalo Trail”) 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. Buffalo Trail purchases water from the Western Fleming County Water District (“Western Fleming”) and the Maysville Utility Commission (“Maysville”).
2. Western Fleming notified Buffalo Trail that effective October 27, 2014, Western Fleming would increase its wholesale rate² to Buffalo Trail from \$1.43 per 1,000 gallons to \$1.63 per 1,000 gallons. Buffalo Trail proposed to increase its water rates effective February 9, 2015, to reflect the increased cost in purchased water.
3. Buffalo Trail proposed a purchased water adjustment factor of \$.28 per 1,000 gallons.
4. During the 12 months ended December 31, 2014, Buffalo Trail purchased 137,778,000 gallons of water from Western Fleming and 6,040,000 gallons of water from Maysville and sold 100,024,000 gallons of water. The increase in the cost of

¹ KRS 278.015; 807 KAR 5:068.

² Case No. 2014-00048, *Application of Western Fleming County Water District for Rate Adjustment for Small Utilities Pursuant to 807 KAR 5:076* (Ky. PSC Oct. 27, 2014).

purchased water is \$27,555.60, resulting in a purchased water adjustment of \$0.28 per 1,000 gallons.

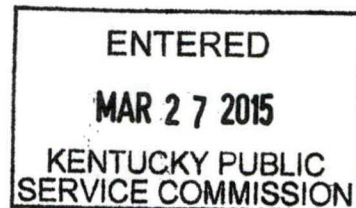
5. The purchased water adjustment of \$0.28 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

6. Buffalo Trail'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 February 9, 2015.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of \$0.28 per 1,000 gallons is approved.
2. The rates in Appendix B to this Order are approved for water service rendered on and after February 9, 2015.
3. Within 20 days of the date of this Order, Buffalo Trail 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. 2015-00064 DATED **MAR 27 2015**

	New Rate	Base Rate
Buffalo Trail Purchases in gallons Western Fleming	137,778,000	137,778,000
Volumetric rate	<u>\$ 1.63/1,000</u>	<u>\$ 1.43/1,000</u>
Total	\$ 224,578.14	\$ 197,022.54

Increased water cost \$ 27,555.60

Increased water cost \$ 27,555.60
Divided by gallons sold/1,000 100,024,000
Purchased water adjustment factor \$ 0.27548 per 1,000 gallons
or \$ 0.28 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2015-00064 DATED **MAR 27 2015**

The following rates and charges are prescribed for the customers in the area served by Buffalo Trail Water Association. 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 Meter

First	1,000 gallons	\$ 14.83 Minimum Bill
Next	4,000 gallons	6.28 per 1,000 gallons
Next	5,000 gallons	4.48 per 1,000 gallons
Over	10,000 gallons	4.03 per 1,000 gallons

3/4-Inch Meter

First	5,000 gallons	\$ 39.95 Minimum Bill
Next	5,000 gallons	4.48 per 1,000 gallons
Over	10,000 gallons	4.03 per 1,000 gallons

1-Inch Meter

First	10,000 gallons	\$ 62.35 Minimum Bill
Over	10,000 gallons	4.03 per 1,000 gallons

1 1/2-Inch Meter

First	15,000 gallons	\$ 82.50 Minimum Bill
Over	15,000 gallons	4.03 per 1,000 gallons

2-Inch Meter

First	20,000 gallons	\$ 102.65 Minimum Bill
Over	20,000 gallons	4.03 per 1,000 gallons

Wholesale Rate

Mt. Olivet Water Company	2.08 per 1,000 gallons
Nicholas County Water District	2.68 per 1,000 gallons

*Buffalo Trail Water Association, Inc.
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P. O. Box 6026
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*Mr. Dick Clary
Chairman
Buffalo Trail Water Association, Inc.
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