

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF )  
WEST DAVIESS COUNTY WATER DISTRICT ) CASE NO. 89-124

O R D E R

On May 16, 1989, West Daviess County Water District ("West Daviess") filed its revised tariff sheets with the Public Service Commission ("Commission") for the purpose of adjusting its rates pursuant to KRS 278.015 and 807 KAR 5:068, Purchased Water Adjustment.

The Commission, having reviewed the evidence of record and being sufficiently advised, is of the opinion and finds that:

1. West Daviess purchases its water from the Owensboro Municipal Utilities ("Owensboro").

2. Effective May 1, 1989, Owensboro will increase its rate for water sold to West Daviess from \$0.69 to \$0.793 per 1,000 gallons.

3. West Daviess proposed to adjust the rates to its customers effective May 1, 1989.

4. During the 12 months ending April 31, 1989, West Daviess purchased 352,147,710 gallons of water from Owensboro.

5. During the same 12 months, West Daviess sold 321,077,320 gallons of water.

6. The increase in purchased water costs is \$36,271.21 resulting in a purchased water adjustment of \$0.113 per 1,000 gallons as shown in Appendix B.

7. West Daviess' calculations are incorrect in that its proposed adjustment for retail customers is \$0.107 per 1,000 gallons and \$0.13 for its wholesale customers.

8. The purchased water adjustment of \$0.113 per 1,000 gallons and the rates in Appendix A are correct and should be approved.

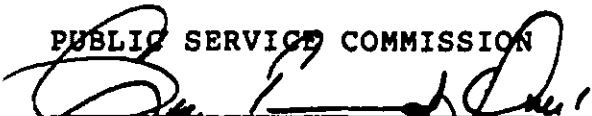
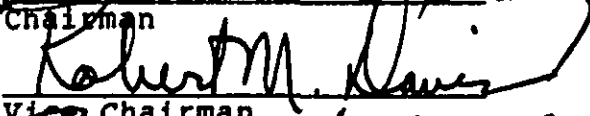
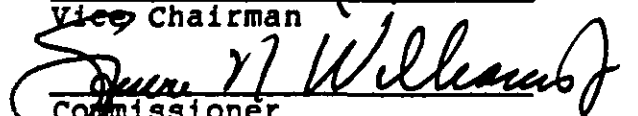
IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of \$0.113 per 1,000 gallons of water as shown in Appendix B and the rates in Appendix A, attached and incorporated hereto, are approved for services rendered on and after May 1, 1989.

2. Within 30 days of the date of this Order, West Daviess shall file revised tariff sheets setting out the rates approved herein.

3. Within 30 days of the date of this Order, West Daviess shall file a copy of the notice to its customers and verification that such notice has been given.

Done at Frankfort, Kentucky, this 1st day of June, 1989.

PUBLIC SERVICE COMMISSION  
  
Chairman  
  
Vice Chairman  
  
Commissioner

ATTEST:

\_\_\_\_\_  
Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 89-124 DATED 6/01/89

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 this Commission prior to the effective date of this Order.

Usage Blocks

Monthly Rates

First	2,000 gallons	\$5.92 Minimum Bill
Next	2,000 gallons	2.36 per 1,000 gallons
Next	2,000 gallons	1.96 per 1,000 gallons
Next	4,000 gallons	1.76 per 1,000 gallons
Next	20,000 gallons	1.61 per 1,000 gallons
Next	20,000 gallons	1.46 per 1,000 gallons
Next	20,000 gallons	1.31 per 1,000 gallons
Next	30,000 gallons	1.16 per 1,000 gallons
Next	50,000 gallons	1.06 per 1,000 gallons
Next	50,000 gallons	.91 per 1,000 gallons
Next	50,000 gallons	.76 per 1,000 gallons
Over	250,000 gallons	.61 per 1,000 gallons
Sales To Other Water Districts		\$0.956 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 89-124 DATED 6/01/89

CALCULATION OF PURCHASED WATER ADJUSTMENT

Gallons Purchased - Meter No. 1	338,189,810
Gallons Purchased - Meter No. 2	<u>13,957,900</u>
Total Gallons Purchased	352,147,710
Gallons Sold: 321,077,320	

Cost at changed rate:

352,147.71 M gallons X \$0.793 = \$279,253.13

Less

Cost at Base Rate:

352,147.71 M gallons X \$0.69 = \$242,981.92

Increase

\$36,271.21

\$36,271.21 ÷ 321,077.32 M gallons sold = \$0.1130