

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF WEST     )  
DAVIESS COUNTY WATER DISTRICT            )   CASE NO. 92-200

O R D E R

On May 8, 1992, 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 the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068.

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

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

2. Effective May 1, 1992, Owensboro increased its rate for water sold to West Daviess from \$.793 to \$1.110 per 1,000 gallons.

3. West Daviess proposed to adjust the rates to its customers effective May 1, 1992. Based on an average monthly usage of 5,000 gallons, the average bill of West Daviess customers would increase \$1.75 from \$11.85 to \$14.77, or 14.77 percent.

4. During the 12 months ending April 30, 1992, West Daviess purchased 346,762,270 gallons of water from Owensboro.

5. During the same 12 months, West Daviess sold 315,588,820 gallons of water.

6. The increase in purchased water costs is \$109,924 resulting in a purchased water adjustment of 35 cents per 1,000 gallons as shown in Appendix B.

7. West Daviess' calculations are incorrect due to rounding errors.

8. The purchased water adjustment of 35 cents per 1,000 gallons and the rates in Appendix A are correct, are fair, just and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The rates proposed by West Daviess are hereby denied.

2. The purchased water adjustment of 35 cents per 1,000 gallons of water as shown in Appendix B and the rates in Appendix A, attached hereto and incorporated herein, are approved for services rendered on and after May 1, 1992.

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

4. 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 21st day of May, 1992.

ATTEST:

  
Executive Director

PUBLIC SERVICE COMMISSION

  
Chairman

  
Vice Chairman

  
Commissioner

## APPENDIX A

### APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 92-200 DATED May 21, 1992.

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

Non-Users	\$4.85
First 2,000 gallons	6.40 Minimum Bill
Next 8,000 gallons	2.40 per 1,000 gallons
Next 10,000 gallons	2.00 per 1,000 gallons
Next 20,000 gallons	1.85 per 1,000 gallons
Over 40,000 gallons	1.80 per 1,000 gallons
To Other Water Districts	1.31 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 92-200 DATED May 21, 1992.

CALCULATION OF PURCHASED WATER ADJUSTMENT

Gallons Purchased:	Meter No. 1	313,995,010
	Meter No. 2	<u>32,767,260</u>
		346,762,270

Gallons Sold: 315,588,820

Cost at Changed Rate: 346,762.270 m. gals. x \$1.110 = \$384,906.12

Less

Cost at Base Rate: 346,762.270 m. gals. x \$0.793 = \$274,982.48

Increase \$109,923.64

\$109,923.64 + 315,588.820 m. gals. sold = \$0.3483 or  
\$.35/1,000