COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
FILING OF U.S. 60 WATER DISTRICT) CASE NO. 2012-00105

ORDER

On March 21, 2012, U.S. 60 Water District ("U.S. 60") 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. U.S. 60 purchases water from Frankfort Electric and Water Plant Board ("Frankfort").
- 2. On April 1, 2012, Frankfort increased its wholesale water rate to U.S. 60 from \$1.81 per 1,000 gallons to \$1.91 per 1,000 gallons.
- 3. U.S. 60 proposes to increase the water rates to its customers effective April 1, 2012.
- 4. During the 12 months ending February 28, 2012, U.S. 60 purchased a total of 158,324,830 gallons of water from Frankfort, and sold 129,544,800 gallons. The increase in the cost of purchased water is \$15,832.48, resulting in a purchased water adjustment of \$0.12 per 1,000 gallons.
 - 5. U.S. 60's proposed rates should be approved.

¹ KRS 278.015; 807 KAR 5:068.

6. The purchased water adjustment of \$0.12 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

- 1. U.S. 60's proposed rates are approved.
- 2. The purchased water adjustment of \$0.12 per 1,000 gallons as calculated in Appendix A is approved.
- 3. The rates in Appendix B, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for service rendered on or after April 1, 2012.
 - 4. The tariff sheets filed by U.S. 60 are approved as filed.

By the Commission

ENTERED

APR 16 2012

KENTUCKY PUBLIC SERVICE COMMISSION

Executive Director

Case No. 2012-00105

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2012-00105 DATED APR 1 6 2012

	New Rate	Base Rate
U.S. 60 Water		
Purchases in gallons	158,324,830	158,324,830
Volumetric rate	\$ 1.91/1,000	<u>\$ 1.81/1,000</u>
	\$302,400.43	\$286,567.94

Increased water cost

\$15,832.49

Increased water cost
Divided by gallons sold
Divided by gallons sold

\$ 15,832.49 129,544,800

Purchased water adjustment factor \$0.12 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2012-00105 DATED APR 1 6 2012

The following rates and charges are prescribed for the customers in the area served by U.S. 60 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 Rates

5/8" X 3/4" Meters	
First 1,000 Gallons	\$13.37 Minimum Bill
Next 2,000 Gallons	6.92 Per 1,000 Gallons
Next 2,000 Gallons	5.66 Per 1,000 Gallons
Over 5,000 Gallons	5.05 Per 1,000 Gallons
1" Meters	000 70 147 1 77
First 5,000 Gallons	\$38.53 Minimum Bill
Over 5,000 Gallons	5.05 Per 1,000 Gallons
2" Meters	
First 25,000 Gallons	\$139.53 Minimum Bìll
Over 25,000 Gallons	5.05 Per 1,000 Gallons
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Bulk User Rate	
First 1,000 Gallons	\$ 3.21 Minimum Bill
Over 1,000 Gallons	3.21 Per 1,000 Gallons
Wholesale Water Rates	
First 25,000 Gallons	\$139.53 Minimum Bill
Over 25,000 Gallons	5.05 Per 1,000 Gallons

William Eggen Chairman U. S. 60 Water District of Shelby and Franklin P. O. Box 97 Bagdad, KY 40003