COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
FILING OF SIMPSON COUNTY WATER) CASE NO. 2012-00532
DISTRICT)

ORDER

On December 3, 2012, Simpson County Water District ("Simpson County") 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. Simpson County purchases water from White House Utility District ("White House").
- 2. White House has notified Simpson County that White House's wholesale water rate to Simpson County will increase from \$2.1374 per 1,000 gallons to \$2.4960 per 1,000 gallons on January 1, 2013.

On November 29, 2012, Simpson District's Board of Commissioners authorized an increase in Simpson District's rates for water service to reflect the increase in White House's wholesale rate effective for service rendered on and after January 1, 2013.

3. During the 12 months ending October 31, 2012, Simpson County purchased a total of 358,298,910 gallons from White House and sold a total of

¹ KRS 278.015; 807 KAR 5:068.

303,984,330 gallons. As a result of White House's wholesale rate increase, Simpson County's cost of purchased water will increase \$128,485.99, resulting in a purchased water adjustment factor of \$0.43 per 1,000 gallons.

- 4. The purchased water adjustment of \$0.43 per 1,000 gallons is fair, just, and reasonable and should be approved.
- 5. Simpson County's proposed rates, which are set forth in Appendix B, are fair, just, and reasonable and should be approved for service rendered on or after January 1, 2013.

IT IS THEREFORE ORDERED that:

- 1. The purchased water adjustment of \$0.43 per 1,000 gallons as calculated in Appendix A is approved.
- 2. Simpson County's rates, which are set forth in Appendix B, are approved for service rendered on or after January 1, 2013.
 - 3. Simpson County's tariff sheets are approved as filed.

By the Commission

ENTERED DEC 1 9 2012

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director for

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2012-00532 DATED DEC 19 2012

	New Rate	Base Rate	
Simpson County			
Purchases in gallons	358,298,910	358,298,910	
Volumetric rate	\$2.4960/1,000	\$2.1374/1,000	
	\$894,314.08	\$765,828.09	
	1		

Increased water cost \$128,485.99

Increased water cost
Divided by gallons sold /1,000
Purchased water adjustment factor

\$128,485.99 <u>303,984,330</u> \$0.43 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2012-00532 DATED DEC 1 9 2012

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" X	3/4" Meter						
First	2,000	Gallons	\$	15.71 Minimum Bill			
Next	8,000	Gallons		5.60 Per 1,000 Gallons			
Next	190,000	Gallons		4.99 Per 1,000 Gallons			
Next	400,000	Gallons		4.66 Per 1,000 Gallons			
Over	600,000	Gallons		3.38 Per 1,000 Gallons			
3/4" Meter							
First	3,000	Gallons	\$	21.82 Minimum Bill			
Next	7,000	Gallons		5.60 Per 1,000 Gallons			
Next	190,000	Gallons		4.99 Per 1,000 Gallons			
Next	400,000	Gallons		4.66 Per 1,000 Gallons			
Over	600,000	Gallons		3.38 Per 1,000 Gallons			
1" Meter							
First	5,000	Gallons	\$	33.52 Minimum Bill			
Next	5,000	Gallons		5.60 Per 1,000 Gallons			
Next	190,000	Gallons		4.99 Per 1,000 Gallons			
Next	400,000	Gallons		4.66 Per 1,000 Gallons			
Over	600,000	Gallons		3.38 Per 1,000 Gallons			
1 1/2" Meter							
First	10,000	Gallons	\$	67.54 Minimum Bill			
Next	190,000	Gallons		4.99 Per 1,000 Gallons			
Next	400,000	Gallons		4.66 Per 1,000 Gallons			
Over	600,000	Gallons		3.38 Per 1,000 Gallons			
2" Meter							
First		Gallons	\$	98.99 Minimum Bill			
Next	184,000	Gallons		4.99 Per 1,000 Gallons			
Next	400,000	Gallons		4.66 Per 1,000 Gallons			

Over	600,000	Gallons		3.38 Per 1,000 Gallons			
3" Meter							
First	30,000	Gallons	\$	195.90 Minimum Bill			
Next	170,000	Gallons		4.99 Per 1,000 Gallons			
Next	400,000			4.66 Per 1,000 Gallons			
Over	600,000	Gallons		3.38 Per 1,000 Gallons			
4" Met	er						
First	50,000	Gallons	\$	301.71 Minimum Bill			
Next	150,000			4.99 Per 1,000 Gallons			
Next	400,000			4.66 Per 1,000 Gallons			
Over	600,000	Gallons		3.38 Per 1,000 Gallons			
6" Meter							
First	100,000	Gallons	\$	565.25 Minimum Bill			
Next	100,000			4.99 Per 1,000 Gallons			
Next	400,000			4.66 Per 1,000 Gallons			
Over	600,000	Gallons		3.38 Per 1,000 Gallons			
8" Meter							
First	160,000	Gallons	\$	884.71 Minimum Bill			
Next	40,000	Gallons		4.99 Per 1,000 Gallons			
Next	400,000			4.66 Per 1,000 Gallons			
Over	600,000	Gallons		3.38 Per 1,000 Gallons			
10" Meter							
First	550,000	Gallons	\$	2,728.09 Minimum Bill			
Next	50,000			4.66 Per 1,000 Gallons			
Over	600,000	Gallons		3.38 Per 1,000 Gallons			

Alan H Vilines, P.E. General Manager Simpson County Water District 523 US Highway 31W Bypass P. O. Box 10180 Bowling Green, KY 42102-4780