COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF) CASE NO. POWELL'S VALLEY WATER DISTRICT) 2013-00363

ORDER

On October 2, 2013, Powell's Valley Water District ("Powell's Valley") 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. Powell's Valley purchases water from Beech Fork Water Commission ("Beech Fork").
- 2. On September 10, 2014, Beech Fork notified Powell's Valley that its wholesale rate to Powell's Valley would increase effective January 1, 2014, from \$2.592 per 1,000 gallons to \$2.732 per 1,000 gallons.
- 3. Powell's Valley proposes to increase the water rates to its customers effective January 1, 2014.
- 4. During the 12 months ending September 30, 2013, Powell's Valley purchased a total of 127,732,600 gallons of water and sold 106,834,320 gallons.
- 5. The increase in the cost of purchased water is \$17,882.56, resulting in a purchased water adjustment factor of \$0.17 per 1,000 gallons.

¹ KRS 278.015; 807 KAR 5:068.

- 6. The purchased water adjustment of \$0.17 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just and reasonable and should be approved.
- 7. Powell's Valley's proposed rates, which are set forth in Appendix B, are fair, just and reasonable.

IT IS THEREFORE ORDERED that:

- 1. Powell's Valley's proposed adjustment of \$0.17 per 1,000 gallons is approved for water service rendered on and after January 1, 2014.
- 2. Powell's Valley's proposed rates are approved for water service rendered on and after January 1, 2014.
- 3. Within 20 days of the date of this Order, Powell's Valley shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing the rates approved herein.

By the Commission

ENTERED

OCT 3 1 2013

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2013-00363 DATED OCT 3 | 2013

	New Rate	Base Rate
Powell's Valley		
Purchases in gallons		
Beech Fork	127,732,600	127,732,600
Volumetric rate	\$ 2.732/1,000	<u>\$ 2.592/1,000</u>
	\$ 348,965.46	\$ 331,082.90

Increased water cost \$17,882.56

Increased water cost \$ 17,882.56 Divided by gallons sold/1,000 \$ 106,834,320 \$ 0.1673

Purchased water adjustment factor \$0.17 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2013-00363 DATED OCT 3 1 2013

The following rates and charges are prescribed for the customers in the area served by Powell's Valley Water District for water service rendered on and after January 1, 2014. 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" Me	eter
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First	2,000	Gallons	\$ 21.08	Minimum Bill
Next	2,000	Gallons	9.13	per 1,000 Gallons
Next	2,000	Gallons	8.23	per 1,000 Gallons
All Over	6,000	Gallons	7.70	per 1,000 Gallons

Ronald Everman Chairman Powell's Valley Water District 31 Adams Ridge Road P. O. Box 550 Clay City, KY 40312