

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
FILING OF SOUTHEAST DAVIESS) CASE NO. 2011-00142
COUNTY WATER DISTRICT)

ORDER

On April 25, 2011, Southeast Daviess County Water District ("Southeast Daviess") 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. Southeast Daviess purchases water from Owensboro Municipal Utilities ("OMU").
2. OMU notified Southeast Daviess that, effective June 1, 2011, its volumetric wholesale rate to Southeast Daviess would decrease from \$1.62 per 1,000 gallons to \$1.50 per 1,000 gallons.
3. Southeast Daviess proposed a purchased water adjustment factor of (\$0.13) per 1,000 gallons.
4. During the 12 months ending March 31, 2011, Southeast Daviess purchased 602,734,600 gallons of water from OMU and sold 567,295,140 gallons.

¹ KRS 278.015; 807 KAR 5:068.

The decrease in the cost of purchased water is \$72,328.15 and results in a purchased water adjustment factor of (\$0.13) per 1,000 gallons.

5. Southeast Daviess proposed an effective date of June 1, 2011.

6. The purchased water adjustment factor of (\$0.13) per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

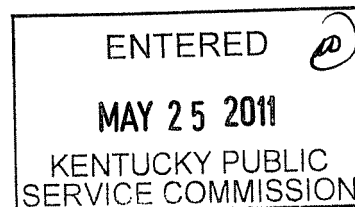
1. Southeast Daviess' rates are approved.

2. The purchased water adjustment factor of (\$0.13) per 1,000 gallons, as calculated in Appendix A, is approved.

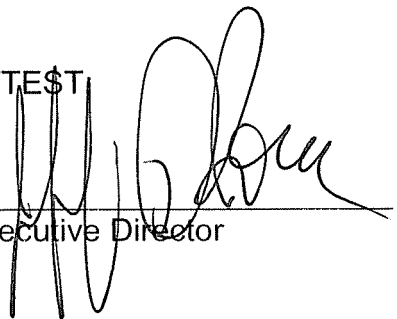
3. The rates in Appendix B are approved for services rendered on or after June 1, 2011.

4. Southeast Daviess' proposed tariff sheets are approved.

By the Commission



ATTEST


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2011-00142 DATED **MAY 25 2011**

	New Rate	Base Rate
OMU		
Purchases in gallons	602,734,600	602,734,600
Volumetric rate	<u>\$ 1.50 / 1,000</u>	<u>\$1.62/ 1,000</u>
	\$904,101.90	\$976,430.05
	Decreased water cost	\$ 72,328.15
Increased water cost		\$ 72,328.15
Divided by gallons sold		<u>567,295,140</u>
Purchased water adjustment factor		(\$0.13) per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2011-00142 DATED **MAY 25 2011**

The following rates and charges are prescribed for the customers in the area served by Southeast Daviess 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

Usage charge

First	20,000 gallons	\$ 3.07 per 1,000 gallons
All Over	20,000 gallons	2.38 per 1,000 gallons

Wholesale Water Rate

City of Whitesville	1.85 per 1,000 gallons
East Daviess County Water Association	1.85 per 1,000 gallons

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