

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF) CASE NO.
LARUE COUNTY WATER DISTRICT NO. 1) 2013-00329

ORDER

On August 30, 2013, LaRue County Water District No. 1 ("LaRue 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. LaRue County purchases water from the cities of Bardstown ("Bardstown"), Hodgenville, and Campbellsville, Green River Valley Water District, and Green-Taylor Water District.

2. On September 1, 2013, Bardstown increased its wholesale rate to LaRue County from \$1.70 per 1,000 gallons to \$2.00 per 1,000 gallons.²

3. LaRue County increased the water rates to its customers on September 1, 2013 to reflect the increased cost of water purchased from Bardstown.³

4. During the 12 months ending July 31, 2013, LaRue County purchased a total of 179,203,840 gallons of water, 46,702,130 of which were purchased from

¹ KRS 278.015; 807 KAR 5:068.

² TFS 2013-00517 (Ky. PSC filed July 11, 2013); Letter from Dennis Brent Kirtley, Manager, Tariffs Branch, Public Service Commission, to Lawrence Hamilton, Director of Public Works and Engineering, city of Bardstown (Aug. 30, 2013).

³ A Resolution of the Board of Commissioners of the LaRue County Water District No. 1 adjusting water rates and charges to offset the city of Bardstown's wholesale rate increase (Aug. 12, 2013).

Bardstown, and sold 157,236,250 gallons.

5. The increase in the cost of purchased water is \$14,010.64, resulting in a purchased water adjustment factor of \$0.09 per 1,000 gallons.

6. The purchased water adjustment of \$0.09 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

7. LaRue County's proposed rates, which are set forth in Appendix B, are fair, just and reasonable.

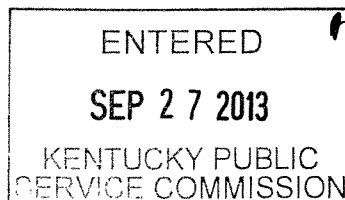
IT IS THEREFORE ORDERED that:

1. LaRue County's proposed adjustment of \$0.09 per 1,000 gallons is approved for water service rendered on and after September 1, 2013.

2. LaRue County's proposed rates are approved.

3. Within 20 days of the date of this Order, LaRue County shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing the rates approved herein.

By the Commission



ATTEST:

Jason D. Greenwell for
Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2013-00329 DATED **SEP 27 2013**

	New Rate	Base Rate
LaRue County		
Purchases in gallons		
Bardstown	46,702,130	46,702,130
Volumetric rate	<u>\$2.00/1,000</u>	<u>\$1.70/1,000</u>
	\$93,404.26	\$79,393.62
	Increased water cost	\$14,010.64
Increased water cost	\$ 14,010.64	
Divided by gallons sold/1,000	<u>157,236.250</u>	
	\$0.089	
Purchased water adjustment factor	\$0.09 per 1,000 gallons	

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2013-00329 DATED **SEP 27 2013**

The following rates and charges are prescribed for the customers in the area served by LaRue County Water District No 1. 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-Inch Meter

First	1,000	Gallons	\$ 15.02	Minimum Bill
Next	4,000	Gallons	6.71	per 1,000 Gallons
Next	5,000	Gallons	5.95	per 1,000 Gallons
All Over	10,000	Gallons	4.78	per 1,000 Gallons

3/4-Inch Meter

First	3,000	Gallons	\$ 28.43	Minimum Bill
Next	2,000	Gallons	6.71	per 1,000 Gallons
Next	5,000	Gallons	5.95	per 1,000 Gallons
All Over	10,000	Gallons	4.78	per 1,000 Gallons

1-Inch Meter

First	5,000	Gallons	\$ 41.85	Minimum Bill
Next	5,000	Gallons	5.95	per 1,000 Gallons
All Over	10,000	Gallons	4.78	per 1,000 Gallons

1 1/2-Inch Meter

First	10,000	Gallons	\$ 71.58	Minimum Bill
All Over	10,000	Gallons	4.78	per 1,000 Gallons

2-Inch Meter

First	20,000	Gallons	\$ 119.36	Minimum Bill
All Over	20,000	Gallons	4.78	per 1,000 Gallons

Honorable Damon R Talley
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