### COMMONWEALTH OF KENTUCKY

#### BEFORE THE PUBLIC SERVICE COMMISSION

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PURCHASED WATER ADJUSTMENT FILING	)	CASE NO.
OF OVERLAND DEVELOPMENT, INC.	)	2013-00127

### ORDER

On March 29, 2013, Overland Development, Inc. ("Overland") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.<sup>1</sup>

The Commission, having reviewed the record and being sufficiently advised, finds that:

- 1. Overland purchases water from Big Sandy Water District ("Big Sandy").
- 2. On March 8, 2013 Big Sandy's wholesale water rate to Overland decreased from \$4.69 per 1,000 gallons to \$4.39 per 1,000 gallons.<sup>2</sup>
- 3. Overland decreased the water rates to its customers on April 1, 2013 to reflect the decreased cost of its purchased water.
- 4. During the 12 months ending January 31, 2013, Overland purchased 6,380,400 gallons of water and sold 5,454,000 gallons.
- 5. The decrease in the cost of purchased water is \$1,914.12, resulting in a purchased water adjustment of (\$0.35) per 1,000 gallons.

<sup>&</sup>lt;sup>1</sup> 807 KAR 5:067.

<sup>&</sup>lt;sup>2</sup> Case No. 2012-00152, Application of Big Sandy Water District for an Adjustment in Rates Pursuant to the Alternative Rate Filing Procedure for Small Utilities (Ky. PSC Mar 8, 2013).

- 6. The purchased water adjustment of (\$0.35) per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.
- 7. Overland's proposed rates, which are set forth in Appendix B, are fair, just, and reasonable.

#### IT IS THEREFORE ORDERED that:

- 1. Overland's proposed water adjustment of (\$0.35) per 1,000 gallons is approved for water service rendered on and after April 1, 2013.
  - 2. Overland's proposed rates are approved.
- 3. Overland's proposed tariff sheet submitted with its application is approved as filed.

By the Commission

ENTERED

APR 2 3 2013

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST

Executive Director

# APPENDIX A

# APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2013-00127 DATED APR 2 3 2013

	New Rate	Base Rate
Overland Development	C 200 400	6 390 400
Purchases in gallons	6,380,400	6,380,400
Volumetric rate	\$4.39/1,000 \$28,009.96	<u>\$4.69/1,000</u> \$29,924.08
Decreased water cost		(\$1,914.12)
Decreased water cost		(\$1,914.12)
Divided by gallons sold/1,000		<u>5,454,000</u>
		(\$0.3509)
Purchased water adjustment factor		(\$0.35) Per 1,000 Gallons

## **APPENDIX B**

# APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2013-00127 DATED APR 2 3 2013

The following rates and charges are prescribed for the customers in the area served by Overland Development, Inc. 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-Inch Meter

First	2,000	Gallons	\$ 23.76	Minimum Bill
Next	8,000	Gallons	9.15	Per 1,000 Gallons
Next	20,000	Gallons	7.37	Per 1,000 Gallons
Next	20,000	Gallons	6.43	Per 1,000 Gallons
All Over	50,000	Gallons	5.53	Per 1,000 Gallons

James C Taylor Secretary-Treasurer Overland Development, Inc. 18211 Valley View Court Catlettsburg, KY 41129