

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING)	CASE NO.
OF JUDY WATER ASSOCIATION)	2013-00419

ORDER

On November 27, 2013, Judy Water Association (“Judy Water”) 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. Judy Water purchases water from the city of Mount Sterling (“Mount Sterling”) and the city of North Middletown (“North Middletown”).
2. On August 1, 2013, North Middletown increased its wholesale water volumetric rate to Judy Water from \$4.73 per 1,000 gallons for the first 2 million gallons and \$4.83 per 1,000 gallons for any water over 2 million gallons to \$4.77 per 1,000 gallons for the first 2 million gallons and \$4.87 per 1,000 gallons for any water over 2 million gallons.
3. Judy Water adjusted its rates on December 1, 2013, to reflect the increase in its cost of purchased water.
4. During the 12 months ended July 31, 2013, Judy Water purchased 108,331,000 gallons of water from Mount Sterling and 32,147,000 gallons of water from North Middletown. It sold 128,168,500 gallons of water during the same period.

¹ KRS 278.015; 807 KAR 5:068.

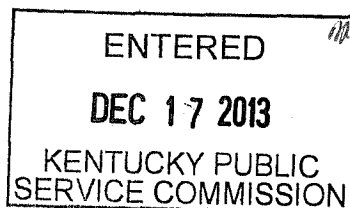
5. The purchased water adjustment factor of \$0.02 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

6. The rates set forth in Appendix B to this Order are fair, just, and reasonable and should be approved for water service that Judy Water renders on and after December 1, 2013.

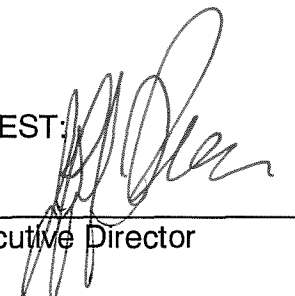
IT IS THEREFORE ORDERED that:

1. Judy Water's proposed rates are approved.
2. The purchased water adjustment factor of \$0.02 per 1,000 gallons is approved.
3. The rates in Appendix B to this Order are approved for service that Judy Water renders on or after December 1, 2013.
4. Within 20 days of the date of this Order, Judy Water shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing the approved rates, with an effective date of December 1, 2013.

By the Commission



ATTEST:



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2013-00419 DATED **DEC 17 2013**

	New Rate	Base Rate
Mount Sterling		
Purchases in gallons	108,331,000	108,331,000
Volumetric rate	<u>NO CHANGE</u>	<u>NO CHANGE</u>

North Middleton		
Purchases in gallons	32,147,000	32,147,000
Rate 1 st 2,000,000	\$4.77/1,000	\$4.73/1,000
Rate Over 2,000,000	<u>\$4.87/1,000</u>	<u>\$4.83/1,000</u>

Increased water cost \$1,285.88

Increased water cost	\$1,285.88
Divided by gallons sold/1,000	<u>128,168,500</u>
Purchased water adjustment factor	\$ 0.10033
	or \$ 0.02 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2013-00419 DATED **DEC 17 2013**

The following rates and charges are prescribed for the customers in the area served by Judy Water Association. 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 Volume Rates

First	1,000 Gallons	\$12.56	Minimum Bill
Next	4,000 Gallons	8.19	per 1,000 Gallons
Next	5,000 Gallons	7.29	per 1,000 Gallons
All Over	10,000 Gallons	6.39	per 1,000 Gallons

Billy Fawns
Judy Water Association, Inc.
2010 Maysville Road
P. O. Box 781
Mt. Sterling, KY 40353-0781