

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF ) CASE NO.  
BIG SANDY WATER DISTRICT ) 2013-00480

ORDER

On December 23, 2013, Big Sandy Water District ("Big Sandy") 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. Big Sandy purchases water from Cannonsburg Water District ("Cannonsburg"), the city of Kenova, the city of Louisa, and Rattlesnake Ridge Water District.

2. On January 1, 2014, Cannonsburg's wholesale rate to Big Sandy increased from \$3.84 per 1,000 gallons to \$4.06 per 1,000 gallons.<sup>2</sup>

3. Big Sandy proposes to increase the water rates to its customers effective March 1, 2014.

4. During the 12 months ending October 31, 2013, Big Sandy purchased a total of 332,188,500 gallons of water, 49,511,300 of which were from Cannonsburg, and sold 239,724,200 gallons.

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<sup>1</sup> KRS 278.015; 807 KAR 5:068.

<sup>2</sup> Case No. 2013-00481, Purchased Water Adjustment Filing of Cannonsburg Water District (Ky. PSC Dec. 26, 2013).

5. The increase in the cost of purchased water is \$10,892.49, resulting in a purchased water adjustment factor of \$0.05 per 1,000 gallons.

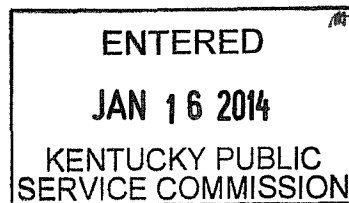
6. The purchased water adjustment of \$0.05 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just and reasonable and should be approved.

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

IT IS THEREFORE ORDERED that:

1. Big Sandy's proposed rates are approved.
2. The purchased water adjustment of \$0.05 per 1,000 gallons is approved.
3. The rates in Appendix B are approved for services on or after March 1, 2014.
4. Within 20 days of the date of this Order, Big Sandy shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing the approved rates.

By the Commission



ATTEST:

  
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Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 2013-00480 DATED **JAN 16 2014**

	New Rate	Base Rate
Big Sandy		
Purchases in gallons		
Cannonsburg	49,511,300	49,511,300
Volumetric rate	<u>\$4.06/1,000</u>	<u>\$3.84/1,000</u>
	\$201,015.88	\$190,123.39
	Increased water cost	\$10,892.49
Increased water cost		\$ 10,892.49
Divided by gallons sold/1,000		<u>239,724,200</u>
		\$0.0454
Purchased water adjustment factor		\$0.05 per 1,000 gallons

## APPENDIX B

### APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2013-00480 DATED **JAN 16 2014**

The following rates and charges are prescribed for the customers in the area served by Big Sandy 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

##### 5/8- X 3/4-Inch Meter

First	1,000 Gallons	\$16.67	Minimum Bill
Next	9,000 Gallons	8.40	per 1,000 Gallons
Next	10,000 Gallons	5.80	per 1,000 Gallons
Next	20,000 Gallons	5.38	per 1,000 Gallons
Over	40,000 Gallons	5.15	per 1,000 Gallons

##### 1-Inch Meter

First	10,000 Gallons	\$92.27	Minimum Bill
Next	10,000 Gallons	5.80	per 1,000 Gallons
Next	20,000 Gallons	5.38	per 1,000 Gallons
Over	40,000 Gallons	5.15	per 1,000 Gallons

##### 1 1/2-Inch Meter

First	20,000 Gallons	\$150.27	Minimum Bill
Next	20,000 Gallons	5.38	per 1,000 Gallons
Over	40,000 Gallons	5.15	per 1,000 Gallons

##### 2-Inch Meter

First	40,000 Gallons	\$257.87	Minimum Bill
Over	40,000 Gallons	5.15	per 1,000 Gallons

##### 3-Inch Meter

First	100,000 Gallons	\$566.87	Minimum Bill
Over	100,000 Gallons	5.15	per 1,000 Gallons

##### 4-Inch Meter

First	200,000 Gallons	\$1,081.87	Minimum Bill
Over	200,000 Gallons	5.15	per 1,000 Gallons

Wholesale Customer

Overland Development	\$4.85	per 1,000 Gallons
Cannonsburg Water District	\$4.85	per 1,000 Gallons

Mr. Jimmy Blanton  
Superintendent  
Big Sandy Water District  
18200 Kentucky Route #3  
Catlettsburg, KY 41129