

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF ) CASE NO.  
LEDBETTER WATER DISTRICT ) 2014-00031

ORDER

On February 4, 2014, Ledbetter Water District (“Ledbetter”) 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. Ledbetter purchases water from Crittenden-Livingston Water District (“Crittenden-Livingston”).

2. On March 1, 2014, Crittenden-Livingston increased its wholesale rate to Ledbetter from \$2.34 per 1,000 gallons to \$2.46 per 1,000 gallons.<sup>2</sup>

3. Ledbetter proposes to increase the water rates to its customers effective February 25, 2014. Since Crittenden-Livingston did not increase its wholesale rate to Ledbetter until March 1, 2014, Ledbetter cannot increase its rates prior to this date.

4. During the 12 months ending December 31, 2013, Ledbetter purchased 37,001,010 gallons of water from Crittenden-Livingston, and produced 48,302,700 gallons of water. It sold 59,678,643 gallons of water during the same period.

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

<sup>2</sup> Case No. 2012-00390, Application of Crittenden-Livingston Water District for an Adjustment in Rates Pursuant to the Alternative Rate Filing Procedure for Small Utilities (Ky. PSC Dec. 20, 2012), Appendix D.

5. The increase in the cost of purchased water is \$4,440.12, resulting in a purchased water adjustment factor of \$0.08 per 1,000 gallons.

6. The purchased water adjustment of \$0.08 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

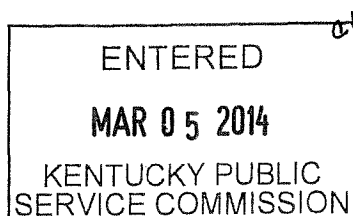
7. Ledbetter's proposed rates, as set forth in Appendix B, are fair, just and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

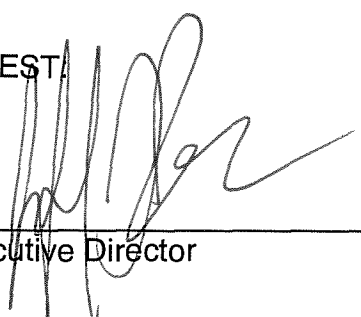
1. The purchased water adjustment of \$0.08 per 1,000 gallons is approved.
2. Ledbetter's proposed effective date of February 25, 2014, is denied.
3. Ledbetter's proposed rates are approved for water service rendered on or after March 1, 2014.

4. Within 20 days of the date of this Order, Ledbetter 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:

  
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Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 2014-00031 DATED

MAR 05 2014

	New Rate	Base Rate
Ledbetter Purchases in gallons Crittenden/Livingston	37,001,010	37,001,010
Volumetric rate	<u>\$2.46/1,000</u>	<u>\$2.34/1,000</u>
	\$91,022.48	\$86,582.36
	Increased water cost	\$4,440.12
Increased water cost	\$ 4,440.12	
Divided by gallons sold/1,000	<u>59,678,643</u>	
	\$ 0.0744	
Purchased water adjustment factor	\$0.08 per 1,000 gallons	

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 2014-00031 DATED MAR 05 2014

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

Customer Charge	\$ 6.59 Monthly Rate
First 25,000 Gallons	5.59 Per 1,000 Gallons
Over 25,000 Gallons	3.76 Per 1,000 Gallons

Billy Downs  
Manager  
Ledbetter Water District  
P. O. Box 123  
Ledbetter, KY 42058