

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF EAST DAVIESS COUNTY) CASE NO.
WATER ASSOCIATION, INC. FOR A) 2014-00167
PURCHASED WATER ADJUSTMENT)

ORDER

On May 20, 2014, East Daviess County Water Association, Inc. ("East Daviess") 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. East Daviess purchases water from Owensboro Municipal Utilities ("Owensboro").
2. On June 1, 2014, Owensboro increased its wholesale water rate to East Daviess from \$1.20 per 1,000 gallons to \$1.28 per 1,000 gallons.²
3. On June 1, 2014, East Daviess increased its water rates to reflect the increased cost of purchased water from Owensboro.
4. During the 12 months ended March 31, 2014, East Daviess purchased 299,029,000 gallons of water from Owensboro and sold 255,766,091 gallons. The

¹ KRS 278.015; 807 KAR 5:068.

² TFS 2014-00242 (Ky. PSC filed Apr. 22, 2014); Letter from Dennis Brent Kirtley, Tariff Branch Manager, Public Service Commission, to Terrance P. Naulty, Owensboro Municipal Utilities (May 21, 2014).

increase in the cost of purchased water is \$23,922.32, resulting in a purchased water adjustment of \$0.10 per 1,000 gallons.

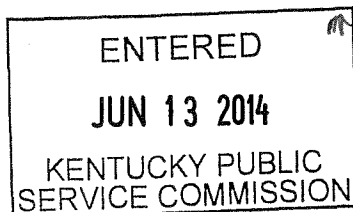
5. The purchased water adjustment of \$0.10 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

6. East Daviess's proposed rates, as set forth in Appendix B to this Order, are fair, just, and reasonable and should be approved for water service rendered on and after June 1, 2014.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of \$0.10 per 1,000 gallons is approved.
2. East Daviess's proposed rates are approved for water service rendered on and after June 1, 2014.
3. Within 20 days of the date of this Order, East Daviess 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:



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2014-00167 DATED **JUN 13 2014**

	New Rate	Base Rate
East Daviess		
Purchases in gallons		
Owensboro	299,029,000	299,029,000
Volumetric rate	<u>\$ 1.28/1,000</u>	<u>\$ 1.20/1,000</u>
	\$ 382,757.12	\$ 358,834.80
	Increased water cost	\$23,922.32
Increased water cost		\$ 23,922.32
Divided by gallons sold/1,000		<u>255,766,091</u>
		\$ 0.0935
Purchased water adjustment factor		\$0.10 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2014-00167 DATED **JUN 13 2014**

The following rates and charges are prescribed for the customers in the area served by East Daviess County Water Association, 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 x 3/4-Inch Meter

First 2,000 Gallons	\$15.19 Minimum Bill
Next 4,000 Gallons	5.10 per 1,000 Gallons
Next 44,000 Gallons	4.08 per 1,000 Gallons
Over 50,000 Gallons	3.33 per 1,000 Gallons

3/4-Inch Meter

First 3,000 Gallons	\$20.29 Minimum Bill
Next 3,000 Gallons	5.10 per 1,000 Gallons
Next 44,000 Gallons	4.08 per 1,000 Gallons
Over 50,000 Gallons	3.33 per 1,000 Gallons

1-Inch Meter

First 6,000 Gallons	\$35.59 Minimum Bill
Next 44,000 Gallons	4.08 per 1,000 Gallons
Over 50,000 Gallons	3.33 per 1,000 Gallons

1 1/2- Meter

First 10,000 Gallons	\$51.91 Minimum Bill
Next 40,000 Gallons	4.08 per 1,000 Gallons
Over 50,000 Gallons	3.33 per 1,000 Gallons

2-Inch Meter

First 20,000 Gallons	\$92.72 Minimum Bill
Next 30,000 Gallons	4.08 per 1,000 Gallons
Over 50,000 Gallons	3.33 per 1,000 Gallons

LEAK ADJUSTMENT RATE:

\$2.30 per 1,000 Gallons

WHOLESALE WATER RATES:

Southeast Daviess Water District

\$1.65 per 1,000 Gallons

Agnes Johnson
East Daviess County Water Association, Inc.
9210 Highway Route 144
Knottsville, KY 42366