

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)	
FILING OF BATH COUNTY WATER)	CASE NO. 2011-00514
DISTRICT)	

O R D E R

On December 21, 2011, Bath County Water District ("Bath County") 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. Bath County purchases water from the Mt. Sterling Water & Sewer System ("Mt. Sterling"), and Morehead Utility Plant Board ("Morehead").

2. Mt. Sterling notified Bath County that, effective May 1, 2011, Mt. Sterling's wholesale water rate to Bath County would increase from \$2.07 per 1,000 gallons to \$2.34 per 1,000 gallons. Morehead notified Bath County that, effective January 1, 2012, Morehead's wholesale water rate to Bath County would increase from \$1.03 per 1,000 gallons to \$1.087 per 1,000 gallons.

3. Bath County proposes to increase the water rates to its customers effective January 15, 2012.

4. During the 12 months ending November 30, 2011, Bath County purchased a total of 24,050,000 gallons of water from Mt. Sterling and 372,810,000

¹ KRS 278.015; 807 KAR 5:068.

gallons of water from Morehead, and sold 358,127,000 gallons. The increase in the cost of purchased water is \$27,743.67, resulting in a purchased water adjustment of \$0.08 per 1,000 gallons.

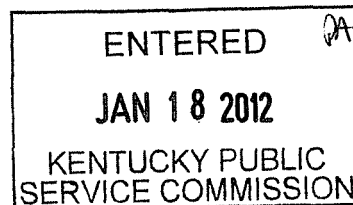
5. Bath County's proposed rates are fair, just, and reasonable and should be approved.

6. The purchased water adjustment of \$0.08 per 1,000 gallons is fair, just, and reasonable and should be approved.

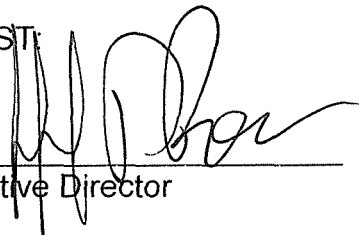
IT IS THEREFORE ORDERED that:

1. Bath County's proposed rates are approved.
2. The purchased water adjustment of \$0.08 per 1,000 gallons as calculated in Appendix A is approved.
3. The rates in Appendix B are approved for service rendered on or after January 15, 2012.
4. The tariff sheets filed by Bath County are approved.

By the Commission



ATTEST:



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2011-00514 DATED JAN 18 2012

	New Rate	Base Rate
Mt. Sterling Water		
Purchases in gallons	24,050,000	24,050,000
Volumetric rate	<u>\$2.34/1,000</u>	<u>\$2.07/1,000</u>
	\$ 56,277.00	\$ 49,783.50
 Morehead Utility		
Purchases in gallons	372,810,000	372,810,000
Volumetric rate	<u>\$1.087/1,000</u>	<u>\$ 1.03/1,000</u>
	\$ 405,244.47	\$383,994.30

Total increased water cost \$27,743.67

Increased water cost	\$ 27,743.67
Divided by gallons sold	<u>358,127,000</u>
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. 2011-00514 DATED JAN 18 2012

The following rates and charges are prescribed for the customers in the area served by Bath County 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 Rates

5/8" X 3/4" Meters

First	2,000 Gallons	\$	14.11 Minimum Bill
Next	3,000 Gallons		5.38 Per 1,000 Gallons
Next	5,000 Gallons		4.08 Per 1,000 Gallons
Next	10,000 Gallons		3.48 Per 1,000 Gallons
Next	30,000 Gallons		3.28 Per 1,000 Gallons
Over	50,000 Gallons		3.18 Per 1,000 Gallons

1" Meters

First	10,000 Gallons	\$	50.65 Minimum Bill
Next	10,000 Gallons		3.48 Per 1,000 Gallons
Next	30,000 Gallons		3.28 Per 1,000 Gallons
Over	50,000 Gallons		3.18 Per 1,000 Gallons

2" Meters

First	50,000 Gallons	\$	183.85 Minimum Bill
Over	50,000 Gallons		3.18 Per 1,000 Gallons

Leak Adjustment Rate

\$ 2.47 Per 1,000 Gallons

Wholesale Water Rates

Sharpsburg Water District	\$	2.91 Per 1,000 Gallons
City of Frenchburg	\$	2.50 Per 1,000 Gallons
City of Owingsville		
Monthly Debt Service Payment	\$	4,733.91 Minimum Bill
All Usage		2.07 Per 1,000 Gallons
Bulk Sales	\$	7.52 Per 1,000 Gallons

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