

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF BIG SANDY WATER)
DISTRICT FOR PURCHASED WATER) CASE NO. 2013-00161
ADJUSTMENT)

ORDER

On April 25, 2013, Big Sandy Water District (“Big Sandy”) applied 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. Big Sandy purchases water from Cannonsburg Water District, the City of Kenova, the City of Louisa (“Louisa”), and Rattlesnake Ridge Water District.
2. On May 15, 2013, Louisa adjusted its wholesale rate to Big Sandy from \$2.58 per 1,000 gallons to \$2.66 per 1,000 gallons.²
3. Big Sandy increased the water rates to its customers on May 16, 2013 to reflect the increase in its cost of purchased water.
4. During the 12 months ending February 28, 2013, Big Sandy purchased 355,966,900 gallons of water, 89,015,300 gallons of which were from Louisa, and sold 249,523,000 gallons.

¹ KRS 278.015; 807 KAR 5.068.

² Tariff Filing System 2013-00244 (Ky. PSC filed Apr. 4, 2013).

5. As a result of the increase in Louisa's wholesale rate, Big Sandy's cost of purchased water will increase \$7,121.23, resulting in a purchased water adjustment factor of \$0.03 per 1,000 gallons.

6. The purchased water adjustment of \$0.03 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.

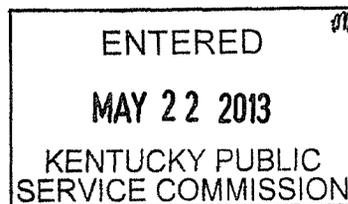
IT IS THEREFORE ORDERED that:

1. Big Sandy's proposed adjustment of \$0.03 per 1,000 gallons is approved for water service rendered on and after May 16, 2013.

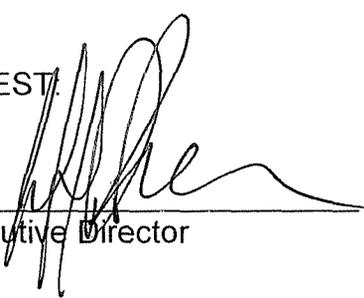
2. Big Sandy's proposed rates are approved.

3. Big Sandy's proposed tariff sheets submitted with its application are approved as filed.

By the Commission



ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2013-00161 DATED **MAY 22 2013**

	New Rate	Base Rate
Big Sandy		
Purchases in gallons		
Louisa	89,015,300	89,015,300
Volumetric rate	<u>\$ 2.66/1,000</u>	<u>\$ 2.58/1,000</u>
	\$236,780.70	\$229,659.47
	Increased water cost	\$7,121.23
Increased water cost	\$ 7,121.23	
Divided by gallons sold/1,000	<u>249,523,000</u>	
	\$ 0.0285	
Purchased water adjustment factor	\$0.03 per 1,000 gallons	

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2013-00161 DATED **MAY 22 2013**

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
(Phase 1 –Through September 30, 2014)

5/8- X 3/4-Inch Meter

First	2,000 Gallons	\$23.57	Minimum Bill
Next	8,000 Gallons	6.23	per 1,000 Gallons
Next	20,000 Gallons	5.75	per 1,000 Gallons
Next	20,000 Gallons	5.33	per 1,000 Gallons
Over	50,000 Gallons	5.10	per 1,000 Gallons

1-Inch Meter

First	10,000 Gallons	\$73.41	Minimum Bill
Next	20,000 Gallons	5.75	per 1,000 Gallons
Next	20,000 Gallons	5.33	per 1,000 Gallons
Over	50,000 Gallons	5.10	per 1,000 Gallons

1 1/2-Inch Meter

First	30,000 Gallons	\$188.41	Minimum Bill
Next	20,000 Gallons	5.33	per 1,000 Gallons
Over	50,000 Gallons	5.10	per 1,000 Gallons

2-Inch Meter

First	50,000 Gallons	\$295.01	Minimum Bill
Over	50,000 Gallons	5.10	per 1,000 Gallons

3-Inch Meter

First	100,000 Gallons	\$550.01	Minimum Bill
Over	100,000 Gallons	5.10	per 1,000 Gallons

4-Inch Meter

First	200,000 Gallons	\$1060.01	Minimum Bill
Over	200,000 Gallons	5.10	per 1,000 Gallons

Wholesale Customer

Overland Development	\$4.42	per 1,000 Gallons
Cannonsburg Water District	\$4.42	per 1,000 Gallons

Monthly Water Rates
(Phase 2 – On and after October 1, 2014)

5/8- X 3/4-Inch Meter

First	2,000 Gallons	\$23.55	Minimum Bill
Next	8,000 Gallons	6.22	per 1,000 Gallons
Next	20,000 Gallons	5.74	per 1,000 Gallons
Next	20,000 Gallons	5.32	per 1,000 Gallons
Over	50,000 Gallons	5.09	per 1,000 Gallons

1-Inch Meter

First	10,000 Gallons	\$73.31	Minimum Bill
Next	20,000 Gallons	5.74	per 1,000 Gallons
Next	20,000 Gallons	5.32	per 1,000 Gallons
Over	50,000 Gallons	5.09	per 1,000 Gallons

1 1/2-Inch Meter

First	30,000 Gallons	\$188.11	Minimum Bill
Next	20,000 Gallons	5.32	per 1,000 Gallons
Over	50,000 Gallons	5.09	per 1,000 Gallons

2-Inch Meter

First	50,000 Gallons	\$294.51	Minimum Bill
Over	50,000 Gallons	5.09	per 1,000 Gallons

3-Inch Meter

First	100,000 Gallons	\$549.01	Minimum Bill
Over	100,000 Gallons	5.09	per 1,000 Gallons

4-Inch Meter

First	200,000 Gallons	\$1058.01	Minimum Bill
Over	200,000 Gallons	5.09	per 1,000 Gallons

Wholesale Customer

Overland Development	\$4.72	per 1,000 Gallons
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Cannonsburg Water District

\$4.72 per 1,000 Gallons

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