

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

PURCHASED WATER ADJUSTMENT)
OF EAST DAVIESS COUNTY) CASE NO. 8091-1
WATER ASSOCIATION)

O R D E R

On February 28, 1983, East Daviess County Water Association ("East Daviess") filed its application with the Public Service Commission ("Commission") seeking authority to adjust its rates in accordance with 807 KAR 5:067, Purchased Water Adjustment Clause,

The Commission, having reviewed the evidence of record and being advised, is of the opinion and finds that:

1. East Daviess purchases water from Owensboro Municipal Utilities ("Owensboro") and from Southeast Daviess County Water District ("Southeast").

2. Owensboro increased the wholesale cost of water from \$.435 to \$.653 per 1,000 gallons effective November 1, 1982.

3. Southeast increased its rate for wholesale water from \$.545 to \$.763 per 1,000 gallons pursuant to an Order of the Commission in Case No. 6654-1, Purchased Water Adjustment of Southeast Daviess County Water District, effective February 16, 1983.

4. The statements of water purchased and sold by East Daviess for the 12-month period ending December 31, 1982, show that its

line loss is approximately 16 percent. After adjusting the line loss to the maximum of 15 percent allowed by the Commission, the total allowable increase in purchased water costs is \$26,650, resulting in a purchased water adjustment in the amount of \$.26 per 1,000 gallons.

5. The financial exhibits filed by East Daviess indicate that it cannot absorb an increase of this magnitude in purchased water costs.

6. The purchased water adjustment in the amount of \$.26 per 1,000 gallons and the rates in Appendix A are fair, just and reasonable and should be approved.

IT IS THEREFORE ORDERED that the purchased water adjustment in the amount of \$.26 per 1,000 gallons and the rates in Appendix A be and they hereby are approved for service rendered on and after the date of this Order.

IT IS FURTHER ORDERED that for the purpose of future application of the purchased water adjustment clause of East Daviess, the base rates for purchased water shall be:

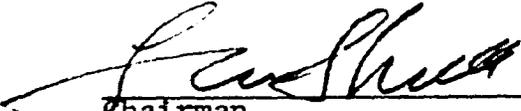
<u>Supplier</u>	<u>Rate</u>
Owensboro Municipal Utilities	\$.653 per 1,000 gallons
Southeast Daviess County Water District	.763 per 1,000 gallons

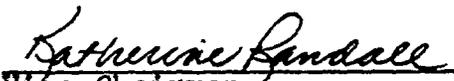
IT IS FURTHER ORDERED that within 30 days of the date of this Order, East Daviess shall file with the Commission its

revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky, this 14th day of March, 1983.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Secretary

APPENDIX A

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE
COMMISSION IN CASE 8091-1 DATED MARCH 14, 1983

The following rates are hereby prescribed for the customers of East Daviess County Water Association. 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.

GALLONAGE BLOCK

RATE

5/8" X 3/4" Meter

First 2,000 Gallons	\$ 8.27 (Minimum Bill)
Next 4,000 Gallons	2.26 Per 1,000 Gallons
Next 44,000 Gallons	2.01 Per 1,000 Gallons
Over 50,000 Gallons	1.61 Per 1,000 Gallons

3/4" Meter

First 3,000 Gallons	10.53 (Minimum Bill)
Next 3,000 Gallons	2.26 Per 1,000 Gallons
Next 44,000 Gallons	2.01 Per 1,000 Gallons
Over 50,000 Gallons	1.61 Per 1,000 Gallons

1" Meter

First 6,000 Gallons	17.31 (Minimum Bill)
Next 44,000 Gallons	2.01 Per 1,000 Gallons
Over 50,000 Gallons	1.61 Per 1,000 Gallons

1-1/2" Meter

First 10,000 Gallons	25.35 (Minimum Bill)
Next 40,000 Gallons	2.01 Per 1,000 Gallons
Over 50,000 Gallons	1.61 Per 1,000 Gallons

2" Meter

First 20,000 Gallons	45.45 (Minimum Bill)
Next 30,000 Gallons	2.01 Per 1,000 Gallons
Over 50,000 Gallons	1.61 Per 1,000 Gallons