

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF UNION COUNTY WATER	)	
DISTRICT, UNION COUNTY, KENTUCKY, (1) FOR	)	
A CERTIFICATE OF PUBLIC CONVENIENCE AND	)	
NECESSITY AUTHORIZING CONSTRUCTION OF	)	
MAJOR ADDITIONS AND IMPROVEMENTS TO ITS	)	
WATER DISTRIBUTION SYSTEM, (2) SEEKING	)	CASE NO. 99-160
APPROVAL OF REVISED WATER SERVICE	)	
RATES AND CHARGES AND (3) SEEKING	)	
APPROVAL OF THE ISSUANCE OF CERTAIN	)	
SECURITIES	)	

O R D E R

On April 20, 1999, Union County Water District ( Union District ) submitted an application for a Certificate of Public Convenience and Necessity to construct a \$1,090,000 waterworks improvement project, for approval of its plan of financing for this project, and for adjustments to its water service rates. This project consists of a new booster pump station to replace an existing one and the construction of a new elevated water storage tank. Project funding is a \$1,090,000 bond issue to be purchased pursuant to an agreement with the U. S. Department of Agriculture's Rural Development ( RD ).

Union District's application was made pursuant to KRS 278.023, which requires the Commission to accept agreements between water utilities and the U. S. Department of Agriculture or the U. S. Department of Housing and Urban Development and to issue the necessary orders to implement the terms of such agreements within 30 days of satisfactory completion of the minimum filing requirements. Given that minimum filing requirements

were met in this case on April 20, 1999, KRS 278.023 does not grant the Commission any discretionary authority to modify or reject any portion of this agreement.

IT IS THEREFORE ORDERED that:

1. Union District is hereby granted a Certificate of Public Convenience and Necessity for the proposed construction project.

2. Union District's proposed plan of financing with RD is accepted.

3. Union District is authorized to issue bonds not to exceed \$1,090,000.

4. Union District shall file a copy of the as-built drawings and a certified statement that the construction has been satisfactorily completed in accordance with the contract plans and specifications within 60 days of the substantial completion of the construction certificated herein.

5. The rates set out in Appendix A, which is attached hereto and incorporated herein, are the rates approved for service rendered on and after the date of this Order.

6. Union District shall submit its revised tariff setting out the rates in Appendix A within 30 days of the date of this Order.

7. Three years from the effective date of this Order Union District shall file an income statement, along with any pro forma adjustments, in sufficient detail to demonstrate that the rates approved herein are sufficient to meet its operating expenses and annual debt service requirements.

Nothing contained herein shall be deemed a warranty of the Commonwealth of Kentucky, or any agency thereof, of the financing herein accepted.

Done at Frankfort, Kentucky, this 17<sup>th</sup> day of May, 1999.

By the Commission

ATTEST:

\_\_\_\_\_  
Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 99-160 DATED MAY 17, 1999

The following rates and charges are prescribed for the customers in the area served by Union 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 Water Rates

5/8 Meter

First	2,000 gallons	\$9.60	Minimum bill
Next	3,000 gallons	4.80	per 1,000 gallons
Next	5,000 gallons	4.40	per 1,000 gallons
Next	15,000 gallons	4.05	per 1,000 gallons
Next	25,000 gallons	3.75	per 1,000 gallons
Next	50,000 gallons	3.35	per 1,000 gallons
Next	100,000 gallons	2.95	per 1,000 gallons
Next	100,000 gallons	2.55	per 1,000 gallons
Over	300,000 gallons	2.15	per 1,000 gallons

3/4 Meter

First	5,000 gallons	\$24.00	Minimum bill
Next	5,000 gallons	4.40	per 1,000 gallons
Next	15,000 gallons	4.05	per 1,000 gallons
Next	25,000 gallons	3.75	per 1,000 gallons
Next	50,000 gallons	3.35	per 1,000 gallons
Next	100,000 gallons	2.95	per 1,000 gallons
Next	100,000 gallons	2.55	per 1,000 gallons
Over	300,000 gallons	2.15	per 1,000 gallons

1 Meter

First	10,000 gallons	\$46.00	Minimum bill
Next	15,000 gallons	4.05	per 1,000 gallons
Next	25,000 gallons	3.75	per 1,000 gallons
Next	50,000 gallons	3.35	per 1,000 gallons
Next	100,000 gallons	2.95	per 1,000 gallons
Next	100,000 gallons	2.55	per 1,000 gallons
Over	300,000 gallons	2.15	per 1,000 gallons

1 1/2 Meter

First	25,000 gallons	\$106.75	Minimum bill
Next	25,000 gallons	3.75	per 1,000 gallons
Next	50,000 gallons	3.35	per 1,000 gallons

Next	100,000 gallons	2.95	per 1,000 gallons
Next	100,000 gallons	2.55	per 1,000 gallons
Over	300,000 gallons	2.15	per 1,000 gallons

2 Meter

First	50,000 gallons	\$200.50	Minimum bill
Next	50,000 gallons	3.35	per 1,000 gallons
Next	100,000 gallons	2.95	per 1,000 gallons
Next	100,000 gallons	2.55	per 1,000 gallons
Over	300,000 gallons	2.15	per 1,000 gallons

2 1/2 Meter

First	75,000 gallons	\$284.25	Minimum bill
Next	25,000 gallons	3.35	per 1,000 gallons
Next	100,000 gallons	2.95	per 1,000 gallons
Next	100,000 gallons	2.55	per 1,000 gallons
Over	300,000 gallons	2.15	per 1,000 gallons

3 Meter

First	100,000 gallons	\$368.00	Minimum bill
Next	100,000 gallons	2.95	per 1,000 gallons
Next	100,000 gallons	2.55	per 1,000 gallons
Over	300,000 gallons	2.15	per 1,000 gallons

4 Meter

First	200,000 gallons	\$663.00	Minimum bill
Next	100,000 gallons	2.55	per 1,000 gallons
Over	300,000 gallons	2.15	per 1,000 gallons

6 Meter

First	300,000 gallons	\$918.00	Minimum bill
Over	300,000 gallons	2.15	per 1,000 gallons