

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)	CASE NO.
OF SHARPSBURG WATER DISTRICT)	2006-00356
)	

O R D E R

On July 18, 2006, Sharpsburg Water District ("Sharpsburg") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068.

The Commission, having reviewed the record and being sufficiently advised, finds that:

1. Sharpsburg purchases water from Bath County Water District ("Bath County") and the city of Carlisle ("Carlisle").
2. Bath County notified Sharpsburg that, effective with bills rendered after September 1, 2006, Bath County's wholesale water rate to Sharpsburg would increase from \$2.32 per 1,000 gallons to \$2.54 per 1,000 gallons.¹
3. During the 12 months ending June 30, 2006, Sharpsburg purchased 79,745,000 gallons of water from Bath County and 36,586,800 gallons of water from Carlisle and sold 85,828,400 gallons. The increase in the cost of purchased water is \$17,544, resulting in a purchased water adjustment of \$0.20 per 1,000 gallons.

¹ See Case No. 2006-00205, Application of Bath County Water District of Bath, Menifee and Montgomery Counties, Kentucky for a Certificate of Public Convenience and Necessity to Construct, Finance and Increase Rates Pursuant to KRS 278.023 (Ky. PSC June 14, 2006).

4. The purchased water adjustment of \$0.20 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of \$0.20 per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services rendered on and after August 1, 2006.

2. The proposed tariff sheets filed by Sharpsburg Water District are approved as filed.

Done at Frankfort, Kentucky, this 11th day of August, 2006.

By the Commission

ATTEST:



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2006-00356 DATED August 11, 2006.

The following rates and charges are prescribed for the customers in the area served by Sharpsburg 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" x 3/4" Meter

First	2,000 gallons	\$18.40	Minimum bill
Next	3,000 gallons	4.20	per 1,000 gallons
Next	5,000 gallons	3.70	per 1,000 gallons
Over	10,000 gallons	3.50	per 1,000 gallons

1" Meter

First	5,000 gallons	\$31.00	Minimum bill
Next	5,000 gallons	3.70	per 1,000 gallons
Over	10,000 gallons	3.50	per 1,000 gallons

2" Meter

First	16,000 gallons	\$70.50	Minimum bill
Over	16,000 gallons	3.50	per 1,000 gallons

Schools

First	50,000 gallons	\$189.50	Minimum bill
All Over	50,000 gallons	3.50	per 1,000 gallons

Tank Truck Sales

\$7.25 per 1,000 gallons