

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

PURCHASED WATER ADJUSTMENT OF BUTLER)
COUNTY WATER SYSTEM, INC.) CASE NO. 8384

O R D E R

On November 16, 1981, Butler County Water System, Inc., ("Butler County") filed its application with the Public Service Commission seeking approval of a purchased water adjustment clause and authority to adjust its rates for service in accordance with that clause. On October 1, 1981, Butler County's supplier, Morgantown Utilities ("Morgantown"), increased the wholesale cost of water from 52.6 cents per 1,000 gallons to 68.3 cents per 1,000 gallons.

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

(1) The purchased water adjustment clause sought by Butler County is in compliance with 807 KAR 5:067, Purchased Water Adjustment Clause, is in the best interest of the public and Butler County, and should be approved.

(2) Morgantown increased the wholesale cost of water to 68.3 cents effective October 1, 1981.

(3) The financial exhibits filed by Butler County indicate that it cannot absorb the increased cost of wholesale water.

(4) The calculation for the purchased water adjustment made by Butler County in the amount of 19 cents per 1,000 gallons is correct and should be approved.

(5) The base rate for purchased water for the future application of the purchased water adjustment clause should be:

<u>Supplier</u>	<u>Rate</u>
Morgantown Utilities	68.3 cents per 1,000 gallons

(6) The rates in Appendix A attached hereto are fair, just and reasonable and should be approved.

IT IS THEREFORE ORDERED that the purchased water adjustment clause filed by Butler County is hereby approved effective on and after the date of this Order.

IT IS FURTHER ORDERED that the purchased water adjustment sought by Butler County and the rates in Appendix A attached hereto be and the same are hereby approved effective with water supplied 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 Butler County, the base rate for purchased water shall be:

<u>Supplier</u>	<u>Rate</u>
Morgantown Utilities	68.3 cents per 1,000 gallons

IT IS FURTHER ORDERED that within 30 days after the date of this Order, Butler County shall file with the Commission its revised tariff sheets setting out the rates and the

purchased water adjustment clause approved herein.

Done at Frankfort, Kentucky, this 4th day of January, 1982.

PUBLIC SERVICE COMMISSION

Marlin M. Vohy
Chairman

Katherine Randall
Vice Chairman

L. H. Carson
Commissioner

ATTEST:

Secretary

APPENDIX A

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE
COMMISSION IN CASE NO. 8384 DATED JANUARY 4, 1982

The following rates are prescribed for customers served by the Butler County Water System, Inc. All rates and charges not mentioned specifically herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

(1)
Domestic, Industrial, Farm and Commercial

5/8" Meter

<u>Gallage Block</u>		<u>Monthly Rate</u> <u>Existing Customers</u>	<u>Monthly Rate</u> <u>Logansport-Dunbar Project 2</u>
First	2,000 gallons	\$ 6.63 minimum	\$ 7.63 minimum
Next	3,000 gallons	2.69 per 1,000 gallons	2.69 per 1,000 gallons
Next	5,000 gallons	2.19 per 1,000 gallons	2.19 per 1,000 gallons
Next	10,000 gallons	1.94 per 1,000 gallons	1.94 per 1,000 gallons
All Over	20,000 gallons	1.69 per 1,000 gallons	1.69 per 1,000 gallons

3/4" Meter

First	3,000 gallons	\$ 9.32 minimum	\$10.32 minimum
Next	2,000 gallons	2.69 per 1,000 gallons	2.69 per 1,000 gallons
Next	5,000 gallons	2.19 per 1,000 gallons	2.19 per 1,000 gallons
Next	10,000 gallons	1.94 per 1,000 gallons	1.94 per 1,000 gallons
All Over	20,000 gallons	1.69 per 1,000 gallons	1.69 per 1,000 gallons

1" Meter

First	5,000 gallons	\$14.70 minimum	\$15.70 minimum
Next	5,000 gallons	2.19 per 1,000 gallons	2.19 per 1,000 gallons
Next	10,000 gallons	1.94 per 1,000 gallons	1.94 per 1,000 gallons
All Over	20,000 gallons	1.69 per 1,000 gallons	1.69 per 1,000 gallons

1½" Meter

First	10,000 gallons	\$25.65 minimum	\$26.65 minimum
Next	10,000 gallons	1.94 per 1,000 gallons	1.94 per 1,000 gallons
All Over	20,000 gallons	1.69 per 1,000 gallons	1.69 per 1,000 gallons

(1)

Applicable to all domestic, industrial and commercial customers except special contract customers.

Gallage Block

Monthly Rate
Existing Customers

Monthly Rate
Logansport-Dunbar Project 2

2" Meter

First	16,000 gallons	\$37.29 minimum	\$38.29 minimum
Next	4,000 gallons	1.94 per 1,000 gallons	1.94 per 1,000 gallons
All Over	20,000 gallons	1.69 per 1,000 gallons	1.69 per 1,000 gallons

3" Meter

First	30,000 gallons	\$61.95 minimum	\$62.95 minimum
All Over	30,000 gallons	1.69 per 1,000 gallons	1.69 per 1,000 gallons

4" Meter

First	50,000 gallons	\$95.75 minimum	\$96.75 minimum
All Over	50,000 gallons	1.69 per 1,000 gallons	1.69 per 1,000 gallons

6" Meter

First	100,000 gallons	\$180.25 minimum	\$181.25 minimum
All Over	100,000 gallons	1.69 per 1,000 gallons	1.69 per 1,000 gallons