COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF)
US 60 WATER DISTRICT) CASE NO. 90-292

ORDER

On September 24, 1990, US 60 Water District ("US 60") filed its revised tariff with the Public Service Commission ("Commission") for the purpose of adjusting its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068. The Commission subsequently requested that additional information be filed. The required information was filed on October 3, 1990, and the record is now complete.

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

- 1. US 60's supplier, city of Frankfort, will increase its rate for wholesale water from 80 cents to 90 cents per 1,000 gallons effective October 15, 1990.
- 2. US 60 proposes to increase its rates effective November 15, 1990.
- 3. During the 12 months ending August 31, 1990, US 60 purchased 57,971,500 gallons of water and sold 48,846,311 gallons.
- 4. The increase in the cost of purchased water is \$5,797, resulting in a purchased water adjustment of 12 cents per 1,000 gallons.

- 5. The rates proposed by US 60 are incorrect in that the purchased water adjustment was not correctly added to the utility's rate schedule on a per unit basis as required by 807 KAR 5:068. The proposed rates should, therefore, be denied.
- 6. The purchased water adjustment of 12 cents per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

- 1. The rates proposed by US 60 are denied.
- 2. The purchased water adjustment of 12 cents per 1,000 gallons and the rates in Appendix A are hereby approved for service rendered on and after November 15, 1990.
- 3. Within 30 days of the date of this order, US 60 shall file a revised tariff setting out the rates approved herein.

Done at Frankfort, Kentucky, this 24th day of October, 1990.

PUBLIC SERVICE COMMISSION

Chairman

Vice Chairman

ATTEST:

Lee M. Nee Creeken

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 90-292 DATED OCTOBER 24, 1990

The following rates and charges are prescribed for the customers in the area served by US 60 Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

RATES: Monthly, all customers

First	1,000	gallons	\$8.87	Min:	imum B	111
Next	2,000	gallons	4.27	per	1,000	gallons
Next	2,000	gallons	3.32	per	1,000	gallons
Over	5,000	gallons	2.87	per	1,000	gallons