COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF)
MURRAY NO. 2 WATER DISTRICT) CASE NO. 91-148

ORDER

On May 10, 1991, Murray No. 2 Water District ("District") 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. On May 24, 1991, the Commission notified the District by letter of a deficiency in its application. The filing deficiency was cured by the District on May 31, 1991.

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

- 1. The District's supplier, Murray Water and Wastewater System ("Murray"), increased its rate for water sold to the District from \$.85 to \$1.25 per 1,000 gallons, effective with the billing payable May 1, 1991.
- 2. The District increased the rates to its customers effective May 1, 1991.
- 3. During the 12 months ending March 31, 1991, the District purchased 9,030,500 gallons of water and sold 8,893,200 gallons.

- 4. The calculations made by the District are correct and show an increase in purchased water costs of \$3,612, resulting in a purchased water adjustment of 41 cents per 1,000 gallons.
- 5. The purchased water adjustment of 41 cents per 1,000 gallons and the rates shown in Appendix A, attached hereto and incorporated herein, are fair, just and reasonable and should be approved.
- 6. The tariff sheet filed by the District is correct and should be approved as filed.

IT IS THEREFORE ORDERED that:

- 1. The purchased water adjustment in the amount of 41 cents per 1,000 gallons and the rates in Appendix A are approved for services rendered on and after May 1, 1991.
- 2. The tariff sheet filed by the District is hereby approved.
- 3. Within 20 days of the date of this Order, the District shall file a copy of the notice to its customers and verification that such notice has been given. In no event shall the District issue its first bill at the increased rate before notice has been given.

Done at Frankfort, Kentucky, this 19th day of June, 1991.

ATTEST:

Executive Director

PUBLIC SERVICE COMMISSION

Chairman

Vice Chairman

Commissioner

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMNISSION IN CASE NO. 91-148 DATED 6/19/91

The following rates and charges are prescribed for the customers in the area served by Murray No. 2 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.

Usage Blocks

Less than 1,500 gallons Next 8,500 gallons Next 40,000 gallons Next 50,000 gallons Next 400,000 gallons Over 500,000 gallons

Monthly Rates

\$4.61 (Minimum Bill)
2.41 per 1,000 gallons
1.41 per 1,000 gallons
1.16 per 1,000 gallons
.91 per 1,000 gallons
.81 per 1,000 gallons