

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF MILFORD WATER COMPANY, INC.)	CASE NO. 92-263
)	

O R D E R

On June 24, 1992, Milford Water Company, Inc. ("Milford") filed its application with the Public Service Commission ("Commission") for the purpose of adjusting its rates pursuant to the purchased water adjustment procedure. 807 KAR 5:067.

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

1. Milford purchases water from the city of Richmond ("Richmond").

2. Effective July 1, 1992, Richmond will increase its rate for wholesale water from \$1.30 to \$1.50 per 100 cubic feet. Based on an average monthly usage of 5,000 gallons, monthly bills to Milford's customers will increase \$1.35 from \$20.60 to \$21.95 or 6.6 percent.

3. Milford proposed to increase the rates to its customers effective July 1, 1992.

4. During the 12 months ending May 31, 1992, Milford purchased 52,504,112 gallons of water and sold 51,576,968 gallons.

5. Milford's calculations are correct and show an increase in purchased water costs of \$14,039, resulting in a purchased water adjustment of 27 cents per 1,000 gallons.

6. The purchased water adjustment of 27 cents per 1,000 gallons and the rates in Appendix A are fair, just and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

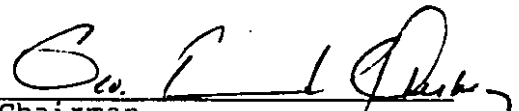
1. The purchased water adjustment of 27 cents per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are approved for services rendered on and after July 1, 1992.


2. Milford's proposed tariff is approved.

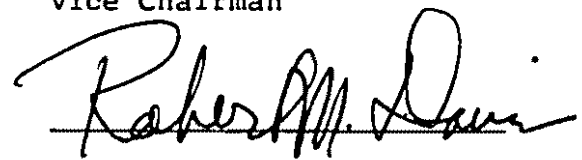
3. Within 30 days of the date of this Order, Milford shall file verification that the notice to its customers has been given.

Done at Frankfort, Kentucky, this 1st day of July, 1992.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director, Acting

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 92-263 DATED 7/1/92

The following rates and charges are prescribed for the customers in the area served by Milford Water Company, Inc. 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.

<u>Usage Levels</u>	<u>Monthly Rates</u>
First 2,000 gallons	\$11.31 Minimum bill
Next 2,000 gallons	3.73 per 1,000 gallons
Next 2,000 gallons	3.18 per 1,000 gallons
Over 6,000 gallons	2.78 per 1,000 gallons