

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

| | | |
|-------------------------------|---|-----------------|
| PURCHASED WATER ADJUSTMENT OF |) | CASE NO. 92-279 |
| WACO WATER DISTRICT |) | |

O R D E R

On July 7, 1992, Waco Water District ("Waco") 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, having reviewed the evidence of record and being otherwise sufficiently advised, finds that:

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

2. Effective July 1, 1992, Richmond will increase its rate to Waco from \$1.30 to \$1.50 per 100 cubic feet. Based on an average monthly usage of 668 cubic feet, the average monthly bill to Waco's customers will increase by \$1.47 from \$19.10 to \$20.57, which is an increase of 7.7 percent.

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

4. During the 12 months ending April 30, 1992, Waco purchased 19,948,500 cubic feet of water and sold 17,763,668 cubic feet.

5. Waco's calculations are correct and show an increase in purchased water costs of \$39,897, resulting in a purchased water adjustment of 22 cents per 100 cubic feet.

6. Waco's proposed rates are incorrect in that Waco rounded the rates rather than adding the exact amount of the purchased water adjustment.

7. The purchased water adjustment of 22 cents per 100 cubic feet 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. Waco's proposed rates and tariff are denied.

2. The purchased water adjustment of 22 cents per 100 cubic feet and the rates in Appendix A are hereby approved for services rendered on and after July 1, 1992.

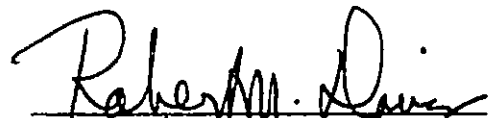
3. Within 30 days of the date of this Order, Waco shall file its revised tariff setting out the rates approved herein.

Done at Frankfort, Kentucky, this 23rd day of July, 1992.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 92-279 DATED July 23, 1992

The following rates and charges are prescribed for the customers in the area served by Waco 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.

| <u>Usage Blocks</u> | <u>Monthly Rates</u> |
|-----------------------|-------------------------|
| First 175 cubic feet | \$6.89 Minimum Bill |
| Next 225 cubic feet | 3.02 per 100 cubic feet |
| Next 300 cubic feet | 2.57 per 100 cubic feet |
| Next 500 cubic feet | 2.27 per 100 cubic feet |
| Next 1,000 cubic feet | 2.07 per 100 cubic feet |
| Over 2,200 cubic feet | 1.82 per 100 cubic feet |