

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF)
ESTILL COUNTY WATER DISTRICT NO. 1) CASE NO. 94-256

O R D E R

On July 12, 1994, Estill County Water District No. 1 ("Estill County") filed its application 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. Estill County purchases water from Irvine Municipal Utilities ("Irvine").

2. Effective May 17, 1994, Irvine increased its rates for wholesale water from \$1.45 per 1,000 gallons to \$1.494 per 1,000 gallons.

3. Estill County proposed to increase the rates to its customers effective July 15, 1994.

4. During the 12 months ending April 30, 1994, Estill County purchased 181,677,100 gallons of water and sold 150,230,960 gallons.

5. Estill County's calculations are correct and show an increase in purchased water cost of \$7,993.79, resulting in a purchased water adjustment of 5 cents per 1,000 gallons. Based on

an average monthly usage of 5,000 gallons, the average bill of Estill County's customers would increase 25 cents from \$24.70 to \$24.95 or 1 percent.

6. The purchased water adjustment of 5 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:

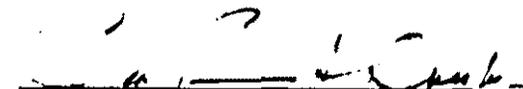
1. The purchased water adjustment of 5 cents per 1,000 gallons and the rates in Appendix A are hereby approved for services rendered on and after July 15, 1994.

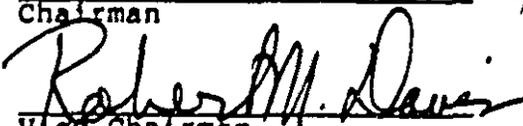
2. Estill County's proposed tariff is approved.

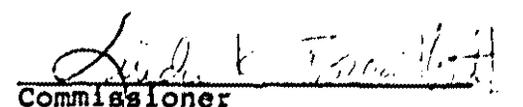
3. Within 30 days of the date of this Order, Estill County shall file verification that the notice to its customers has been given.

Done at Frankfort, Kentucky, this 17th day of August, 1994.

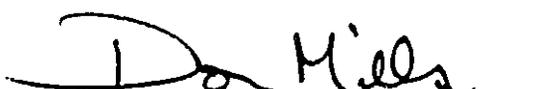
PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 94-256 DATED August 17, 1994

The following rates and charges are prescribed for the customers in the area served by Estill County Water District No. 1. 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.

Monthly Rates

First 2,000 gallons	\$ 10.28 (Minimum Bill)
Next 3,000 gallons	4.89 per 1,000 gallons
Next 5,000 gallons	4.74 per 1,000 gallons
Over 10,000 gallons	3.24 per 1,000 gallons

Minimum Bills

<u>Meter Size</u>	<u>Gallons</u>	<u>Amount</u>
5/8 inch X 3/4 inch	2,000	\$ 10.28
1 inch	5,000	24.95
2 inch	16,000	68.09
Bulk Loading Station	\$3.52 per 1,000 gallons	
Bulk Water Sales to Powell County Water District	\$1.91 per 1,000 gallons	