COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter Of:

PURCHASED WATER ADJUSTMENT OF)
FARMDALE WATER DISTRICT) CASE NO. 97-450

ORDER

On November 11, 1997, Farmdale Water District ("Farmdale") submitted its application to the Commission for the purpose of adjusting its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068. This filing was rejected pursuant to 807 KAR 5:068, Section 3, for failure to submit a copy of supplier's notice of the changed rate and the effective date. On November 25, 1997, Farmdale submitted this information and its application was officially filed.

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

- 1. Farmdale purchases water from the Frankfort Electric and Water Plant Board ("Frankfort").
- 2. On August 11, 1997, the Commission in Case No. 96-595¹ approved an increase in Frankfort's wholesale rate.
- 3. Farmdale proposed to increase the rates to its customers effective November 1, 1997.

Case No. 96-595, Proposed Adjustment of the Wholesale Water Service Rates of the Frankfort Electric and Water Plant Board.

4. During the 12 months ending August 31, 1997, Farmdale purchased 203,073,700 gallons of water and sold 181,105,300 gallons.

5. Farmdale's calculations are correct and show an increase in purchased water cost of \$34,522.53, resulting in a purchased water adjustment of \$0.19 per 1,000 gallons. Based on an average monthly usage of 5,000 gallons, the average bill of Farmdale's customers would increase \$0.95 from \$14.10 to \$15.05 or 6.74 percent.

6. The purchased water adjustment of \$0.19 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 \$0.19 per 1,000 gallons and the rates in Appendix A are hereby approved for services rendered on and after November 1, 1997.

2. Farmdale's proposed tariff is approved.

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

Done at Frankfort, Kentucky, this 15th day of December, 1997.

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. 97-450 DATED DECEMBER 15, 1997

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

MONTHLY RATES

DOMESTIC CUSTOMERS (OTHER THAN TRAILER COURTS)

5/8" X 3/4" Me	<u>ters</u>	
First 2,	000 gallons	\$7.82 Minimum Bill
Next 3,	000 gallons	2.41 per 1,000 gallons
Next 5,	000 gallons	1.91 per 1,000 gallons
Over 10,	000 gallons	1.71 per 1,000 gallons
Next 3, Next 140,	000 gallons 000 gallons 000 gallons 000 gallons	\$18.87 Minimum Bill 1.91 per 1,000 gallons 1.71 per 1,000 gallons 1.46 per 1,000 gallons

COMMERCIAL CONSUMERS

(St	ewa	ert i	Ha	me)
	CVVC		11.7	11167

First	7,Ó00	gallons	\$18.87 Minimum Bill
Next	3,000	gallons	1.91 per 1,000 gallons
Next	140,000	gallons	1.71 per 1,000 gallons
Over	150,000	gallons	1.46 per 1,000 gallons

INDUSTRIAL CONSUMERS

(Trigometer Inc.)

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First	7,000	gallons	\$18.87 Minimum Bill
Next	3,000	gallons	1.91 per 1,000 gallons
Next	140,000	gallons	1.71 per 1,000 gallons
Over	150,000	gallons	1.46 per 1,000 gallons