

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)	CASE NO.
OF UNION COUNTY WATER DISTRICT)	2001-418

O R D E R

On December 3, 2001, Union County Water District ("Union County") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.012 and 807 KAR 5:068.

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

1. Union County purchases water from the City of Morganfield ("Morganfield").
2. Morganfield notified Union County that effective with its January 1, 2002 billing its wholesale water rate would increase from \$0.8771 per 1,000 gallons to \$1.001 per 1,000 gallons. Union County proposes to increase the water rates to its customers effective with the date of this Order.
3. During the 12 months ending September 30, 2001, Union County purchased 210,491,000 gallons of water and sold 178,439,326 gallons. The increase in the cost of purchased water is \$26,080 resulting in a purchased water adjustment of \$0.15 per 1000 gallons. Union County miscalculated the increased purchased water cost in the application. Based on an average monthly usage of 5,000 gallons, the

average bill of Union County's customers would rise \$0.75 from \$24.00 to \$24.75 or 3.1 percent.

4. The rates proposed by Union County should be denied.

5. The purchased water adjustment of \$0.15 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The proposed rates by Union County are denied.

2. The purchased water adjustment of \$0.15 per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services rendered on and after January 1, 2002.

3. Within 20 days of the date of this Order, Union County shall file with the Commission revised tariff sheets showing the rates approved herein.

Done at Frankfort, Kentucky, this 21st day of December, 2001.

By the Commission

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2001-418 DATED December 21, 2001

The following rates and charges are prescribed for the customers in the area served by Union County Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Water Rates

<u>5 x 8 Inch Meter</u>	<u>Rate</u>
First 2,000	\$ 9.90 Minimum Bill
Next 3,000	4.95 per 1,000 gallons
Next 5,000	4.55 per 1,000 gallons
Next 15,000	4.20 per 1,000 gallons
Next 25,000	3.90 per 1,000 gallons
Next 50,000	3.50 per 1,000 gallons
Next 100,000	3.10 per 1,000 gallons
Next 100,000	2.70 per 1,000 gallons
Over 300,000	2.30 per 1,000 gallons

<u>3/4 Inch Meter</u>	
First 5,000	\$ 24.75 Minimum Bill
Next 5,000	4.55 per 1,000 gallons
Next 15,000	4.20 per 1,000 gallons
Next 25,000	3.90 per 1,000 gallons
Next 50,000	3.50 per 1,000 gallons
Next 100,000	3.10 per 1,000 gallons
Next 100,000	2.70 per 1,000 gallons
Over 300,000	2.30 per 1,000 gallons

<u>1 Inch Meter</u>	
First 10,000	\$ 47.50 Minimum Bill
Next 15,000	4.20 per 1,000 gallons
Next 25,000	3.90 per 1,000 gallons
Next 50,000	3.50 per 1,000 gallons
Next 100,000	3.10 per 1,000 gallons
Next 100,000	2.70 per 1,000 gallons
Over 300,000	2.30 per 1,000 gallons

1 1/2 Inch Meter

First 25,000	\$ 110.50	Minimum Bill
Next 25,000	3.90	per 1,000 gallons
Next 50,000	3.50	per 1,000 gallons
Next100,000	3.10	per 1,000 gallons
Next100,000	2.70	per 1,000 gallons
Over300,000	2.30	per 1,000 gallons

2 Inch Meter

First 50,000	\$208.00	Minimum Bill
Next 50,000	3.50	per 1,000 gallons
Next100,000	3.10	per 1,000 gallons
Next100,000	2.70	per 1,000 gallons
Over300,000	2.30	per 1,000 gallons

2 1/2 Inch Meter

First 75,000	\$295.50	Minimum Bill
Next 25,000	3.50	per 1,000 gallons
Next100,000	3.10	per 1,000 gallons
Next100,000	2.70	per 1,000 gallons
Over300,000	2.30	per 1,000 gallons

3 Inch Meter

First100,000	\$383.00	Minimum Bill
Next100,000	3.10	per 1,000 gallons
Next100,000	2.70	per 1,000 gallons
Over300,000	2.30	per 1,000 gallons

4 Inch Meter

First200,000	\$693.00	Minimum Bill
Next100,000	2.70	per 1,000 gallons
Over300,000	2.30	per 1,000 gallons

6 Inch Meter

First300,000	\$963.00	Minimum Bill
Over300,000	2.30	per 1,000 gallons