

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT	)	CASE NO.
OF MOUNTAIN WATER DISTRICT	)	2002-00467

O R D E R

On December 12, 2002, Mountain Water District ( Mountain District ) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068.

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

1. Mountain District purchases water from the city of Pikeville ( Pikeville ), Williamson Utility Board ( Williamson ) and Sandy Valley Water District ( Sandy Valley ).

2. Pikeville notified Mountain District that effective November 1, 2002, its wholesale water rate would increase from \$1.31 per 1,000 gallons to \$1.44 per 1,000 gallons. Mountain District proposes to increase the water rates to its customers effective December 15, 2002.

3. During the 12 months ending September 30, 2002, Mountain District purchased 485,004,000 gallons of water from Pikeville, 295,276,000 gallons of water from Williamson and 35,086,000 gallons of water from Sandy Valley and sold 815,491,000. The increase in the cost of purchased water is \$63,051, resulting in a purchased water adjustment of \$0.08 per 1000 gallons.

4. The purchased water adjustment of \$0.08 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of \$0.08 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 December 15, 2002.

2. Within 20 days of the date of this Order, Mountain District shall file with the Commission revised tariff sheets showing the rates approved herein.

3. Mountain District shall provide notice of the rate adjustment to its customers no later than the rendering of the first bill at the approved rates.

4. Within 20 days of the date of this Order, Mountain District shall file with the Commission a copy of this notice to its customers and verification that such notice as Administrative Regulation 807 KAR 5:068, Section 5, requires.

Done at Frankfort, Kentucky, this 13<sup>th</sup> day of January, 2003.

By the Commission

ATTEST:

  
Executive Director

## APPENDIX A

### APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2002-00467 DATED January 13, 2003

The following rates and charges are prescribed for the customers in the area served by Mountain 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 Rates

##### 5/8 x3/4 Meter:

First 2,000 gallons	\$18.06 Minimum Bill
Next 8,000 gallons	6.03 per 1,000 gallons
Over 10,000 gallons	5.24 per 1,000 gallons

##### 1 Meter:

First 5,000 gallons	\$36.15 Minimum Bill
Next 5,000 gallons	6.03 per 1,000 gallons
Over 10,000 gallons	5.24 per 1,000 gallons

##### 2" Meter:

First 20,000 gallons	\$118.70 Minimum Bill
Over 20,000 gallons	5.24 per 1,000 gallons

##### 3 Meter:

First 30,000 gallons	\$171.10 Minimum Bill
Over 30,000 gallons	5.24 per 1,000 gallons

##### 4" Meter:

First 50,000 gallons	\$275.90 Minimum Bill
Over 50,000 gallons	5.24 per 1,000 gallons

##### 6 Meter:

First 100,000 gallons	\$537.90 Minimum Bill
Over 100,000 gallons	5.24 per 1,000 gallons

Line Leak Adjustment Rate	3.37 per 1,000 gallons
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