

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)	
OF KIRKSVILLE WATER)	CASE NO. 2003-00091
ASSOCIATION, INC.)	

O R D E R

On March 21, 2003, Kirksville Water Association, Inc. (Kirksville) 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. Kirksville purchases water from Richmond Utilities (Richmond).
2. Richmond notified Kirksville that effective with its April 1, 2002 billing its wholesale water rate would increase from \$2.01 per 1,000 gallons to \$2.21 per 1,000 gallons. Kirksville proposes to increase the water rates to its customers effective with bills issued on and after March 31, 2003.
3. During the 12 months ending December 31, 2002, Kirksville purchased 104,865,860 gallons of water from Richmond and sold 85,225,282 gallons. The increase in the cost of purchased water is \$20,973, resulting in a purchased water adjustment of \$0.25 per 1,000 gallons.
4. The purchased water adjustment of \$0.25 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of \$0.025 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 the date of this Order.

2. Within 20 days of the date of this Order, Kirksville shall file with the Commission revised tariff setting out the rates approved herein.

Done at Frankfort, Kentucky, this 14th day of April, 2003.

By the Commission

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2003-00091 DATED April 14, 2003

The following rates and charges are prescribed for the customers in the area served by Kirksville Water Association, Inc. 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

First 2,000 gallons	\$12.82 Minimum Bill
Next 3,000 gallons	6.14 per 1,000 gallons
Next 5,000 gallons	5.03 per 1,000 gallons
Over 10,000 gallons	3.97 per 1,000 gallons