

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)	CASE NO.
OF SHARPSBURG WATER DISTRICT)	2004-00048

O R D E R

On February 13, 2004, Sharpsburg Water District ("Sharpsburg") 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. Sharpsburg purchases water from the Bath County Water District ("Bath County") and the city of Carlisle ("Carlisle").
2. Bath County notified Sharpsburg that effective with its February 15, 2004 billing its wholesale water rate would increase from \$2.22 per 1,000 gallons to \$2.32 per 1,000 gallons. Sharpsburg proposes to increase the water rates to its customers effective January 15, 2004.
3. During the 12 months ending December 31, 2003, Sharpsburg purchased 69,797,000 gallons of water from Bath County, 33,741,500 gallons from Carlisle, and sold 77,665,100 gallons. The increase in the cost of purchased water is \$6,980, resulting in a purchased water adjustment of \$0.09 per 1,000 gallons.
4. The purchased water adjustment of \$0.09 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of \$0.09 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 15, 2004.

2. The proposed tariff sheets filed by Sharpsburg are approved as filed.

Done at Frankfort, Kentucky, this 2nd day of March, 2004.

By the Commission

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2004-00048 DATED March 2, 2004

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

5/8"x3/4" Meter:

First	2,000	gallons	\$15.02	Minimum Bill
Next	3,000	gallons	3.86	per 1,000 gallons
Next	5,000	gallons	3.36	per 1,000 gallons
Over	10,000	gallons	3.11	per 1,000 gallons

1" Meter:

First	5,000	gallons	\$26.60	Minimum Bill
Next	5,000	gallons	3.36	per 1,000 gallons
Over	10,000	gallons	3.11	per 1,000 gallons

2" Meter:

First	16,000	gallons	\$62.06	Minimum Bill
Over	16,000	gallons	3.11	per 1,000 gallons

Schools:

First	50,000	gallons	\$167.80	Minimum Bill
Over	50,000	gallons	3.11	per 1,000 gallons