

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)	CASE NO.
OF SOUTH ANDERSON WATER)	2006-00169
DISTRICT)	

O R D E R

On April 24, 2006, South Anderson Water District ("South Anderson") 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. South Anderson purchases water from the city of Lawrenceburg ("Lawrenceburg") and the Frankfort Plant Board.
2. Lawrenceburg notified South Anderson that, effective March 1, 2006, Lawrenceburg's wholesale water rate to South Anderson would increase from \$2.08 per 1,000 gallons for the first 8,000,000 gallons and \$1.94 per 1,000 gallons for all over 8,000,000 gallons to \$2.15 per 1,000 gallons for the first 8,000,000 gallons and \$2.00 per 1,000 gallons for all over 8,000,000 gallons.
3. During the 12 months ending February 28, 2006, South Anderson purchased 200,510,000 gallons of water from Lawrenceburg and sold 140,313,350 gallons. The increase in the cost of purchased water is \$8,638, resulting in a purchased water adjustment of \$0.06 per 1,000 gallons.
4. The purchased water adjustment of \$0.06 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of \$0.06 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 May 1, 2006.
2. Within 20 days of the date of this Order, South Anderson shall file with the Commission signed revised tariff sheets showing the rates approved herein.

Done at Frankfort, Kentucky, this 19th day of May, 2006.

By the Commission

ATTEST:



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2006-00169 DATED May 19, 2006

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

First 2,000 gallons	\$16.15 Minimum Bill
Next 1,000 gallons	7.91 per 1,000 gallons
Next 2,000 gallons	6.86 per 1,000 gallons
Next 2,000 gallons	5.87 per 1,000 gallons
Next 3,000 gallons	4.83 per 1,000 gallons
Over 10,000 gallons	4.50 per 1,000 gallons