COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF EAST CLARK)	
COUNTY WATER DISTRICT FOR A) CASE NO. 2006-00	392
PURCHASED WATER ADJUSTMENT	j	

ORDER

On August 28, 2006, East Clark County Water District ("East Clark 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:

- East Clark District purchases water from the city of Winchester ("Winchester").
- 2. East Clark District and Winchester through a settlement agreement accepted in Case No. 2005-00322¹ by Order of this Commission on August 16, 2006, revised Winchester's wholesale water rate to \$1.62 per 1,000 gallons.
- 3. During the 12 months ending June 30, 2006, East Clark District purchased 147,586,384 gallons of water from Winchester and sold 131,300,800 gallons of water. The decrease in the cost of purchased water is \$78,380, resulting in a purchased water adjustment factor of (\$0.60) per 1,000 gallons.

¹ Case No. 2005-00322, East Clark County Water District vs. Winchester Municipal Utilities.

4. The purchased water adjustment of (\$0.60) per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. East Clark District's proposed rates are approved.

2. The purchased water adjustment of (\$0.60) per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for water service rendered on and after August 16, 2006.

3. The proposed tariff sheets filed by East Clark District are accepted as filed.

Done at Frankfort, Kentucky, this 22nd day of September, 2006.

By the Commission

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2006-00392 DATED September 22, 2006

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

5/8	x 3/4 Ir	nch Meter					
'	First	2,000	gallons	\$25.14	Minimum bill		
	Next	8,000	gallons	10.32	per 1,000 gallons		
	Next	40,000	gallons	9.10	per 1,000 gallons		
	Over	50,000	gallons	7.88	per 1,000 gallons		
1" Meter							
<u></u>	First	5,000	gallons	\$56.10	Minimum bill		
	Next	5,000	gallons	10.32	per 1,000 gallons		
	Next	40,000	gallons	9.10	per 1,000 gallons		
	Over	50,000	gallons	7.88	per 1,000 gallons		
<u>1 1</u>	/2" Met			4.07.70			
	First	10,000	gallons	\$107.70	Minimum bill		
	Next	40,000	gallons	9.10	per 1,000 gallons		
	Over	50,000	gallons	7.88	per 1,000 gallons		
2" I	<u>Meter</u>						
	First	20,000	gallons	\$198.70	Minimum bill		
	Next	30,000	gallons	9.10	per 1,000 gallons		
	Over	50,000	gallons	7.88	per 1,000 gallons		
3" Meter							
<u>5 i</u>	First	30,000	gallons	\$ 298.70	Minimum bill		
	Next	20,000	gallons	Ψ 250.70 9.10	per 1,000 gallons		
	Over	50,000	gallons	7.88	per 1,000 gallons		
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4" Meter							
	First	50,000	gallons	\$ 471.70	Minimum bill		
	Over	50,000	gallons	7.88	per 1,000 gallons		

Wholesale Rate	\$2.80	per 1,000 gallons
Added to the wholesale customer's bill		
Kentucky River Authority Withdrawal Fee	\$0.067	per 1,000 gallons
(as a separate line item)		