

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF) CASE NO.
GRAYSON COUNTY WATER DISTRICT) 2009-00072

O R D E R

On February 19, 2009, Grayson County Water District (“Grayson District”) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹

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

1. Grayson District purchases water from the city of Leitchfield (“Leitchfield”) as well as producing its own water.

2. Leitchfield notified Grayson District that it will increase its wholesale water rate effective March 9, 2009. Leitchfield’s wholesale water rate to Grayson District would increase from \$1.82 per 1,000 gallons to \$1.946 per 1,000 gallons. Grayson District proposes to increase the water rates to its customers effective March 9, 2009.

3. During the 12 months ending December 31, 2008, Grayson District purchased a total of 187,279,615 gallons of water from Leitchfield and sold a total of 342,161,939 gallons of water. The increase in the cost of purchased water is \$23,597.23, resulting in a purchased water adjustment of \$0.07 per 1,000 gallons.

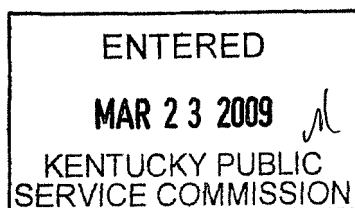
¹ KRS 278.015; 807 KAR 5:068

4. A purchased water adjustment of \$0.07 per 1,000 gallons is fair, just, and reasonable.


IT IS THEREFORE ORDERED that:

1. Grayson District's proposed rates are approved.
2. The purchased water adjustment increase of \$0.07 per 1,000 gallons as calculated in Appendix A is approved.
3. The rates in Appendix B, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services rendered on and after March 9, 2009.
4. Within 20 days of the date of this Order, Grayson District shall file with the Commission revised tariff sheets containing the approved rates.

By the Commission



ATTEST:


Executive Director *for Jeff Derouen*
by permission

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2009-00072 DATED MARCH 23, 2009

	New Rate	Base Rate
Grayson County Water District		
Purchases in gallons	187,279,615	187,279,615
Volumetric Rate	\$1.946/1,000	\$1.82/1,000
	\$364,446.13	\$340,848.90
Increased water cost		\$23,597.23
Increased water cost		\$23,597.23
Divided by gallons sold		<u>342,161,939</u>
Purchased water adjustment increase factor		\$0.07 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2009-00072 DATED MARCH 23, 2009

The following rates and charges are prescribed for customers in the area served by Grayson 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" Meter

First	1,500 gallons	\$16.95	Minimum bill
Next	8,500 gallons	8.05	per 1,000 gallons
Next	40,000 gallons	7.22	per 1,000 gallons
Next	100,000 gallons	6.39	per 1,000 gallons
Over	150,000 gallons	5.59	per 1,000 gallons

3/4" Meter

First	3,000 gallons	\$29.03	Minimum bill
Next	7,000 gallons	8.05	per 1,000 gallons
Next	40,000 gallons	7.22	per 1,000 gallons
Next	100,000 gallons	6.39	per 1,000 gallons
Over	150,000 gallons	5.59	per 1,000 gallons

1" Meter

First	5,000 gallons	\$45.12	Minimum bill
Next	5,000 gallons	8.05	per 1,000 gallons
Next	40,000 gallons	7.22	per 1,000 gallons
Next	100,000 gallons	6.39	per 1,000 gallons
Over	150,000 gallons	5.59	per 1,000 gallons

1 1/2" Meter

First	10,000 gallons	\$85.35	Minimum bill
Next	40,000 gallons	7.22	per 1,000 gallons
Next	100,000 gallons	6.39	per 1,000 gallons
Over	150,000 gallons	5.59	per 1,000 gallons

2" Meter

First	16,000 gallons	\$128.66	Minimum bill
Next	34,000 gallons	7.22	per 1,000 gallons
Next	100,000 gallons	6.39	per 1,000 gallons
Over	150,000 gallons	5.59	per 1,000 gallons

<u>3" Meter</u>			
First	30,000	gallons	\$229.70 Minimum bill
Next	20,000	gallons	7.22 per 1,000 gallons
Next	100,000	gallons	6.39 per 1,000 gallons
Over	150,000	gallons	5.59 per 1,000 gallons
<u>4" Meter</u>			
First	50,000	gallons	\$374.06 Minimum bill
Next	100,000	gallons	6.39 per 1,000 gallons
Over	150,000	gallons	5.59 per 1,000 gallons
<u>6" Meter</u>			
First	100,000	gallons	\$693.59 Minimum bill
Next	50,000	gallons	6.39 per 1,000 gallons
Over	150,000	gallons	5.59 per 1,000 gallons
<u>8" Meter</u>			
First	150,000	gallons	\$1013.11 Minimum bill
Over	150,000	gallons	5.59 per 1,000 gallons
<u>10" Meter</u>			
First	250,000	gallons	\$1571.64 Minimum bill
Over	250,000	gallons	5.59 per 1,000 gallons
<u>Wholesale</u>			
City of Caneyville			2.07 per 1,000 gallons

Kevin Shaw
Manager
Grayson County Water District
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