COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF ALLEN COUNTY WATER DISTRICT

CASE NO. 2009-00189

ORDER

On May 20, 2009, Allen County Water District ("Allen 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. Allen District purchases water from the Glasgow Water and Sewer Commission ("Glasgow") and from City of Scottsville ("Scottsville").
- 2. Glasgow notified Allen District that it will increase its wholesale water rate effective July 1, 2009 and that Glasgow's wholesale water rate to Allen District will increase from \$1.75 per 1,000 gallons to \$1.95 per 1,000 gallons. Allen District proposes to increase the water rates to its customers effective July 1, 2009.
- 3. During the 12 months ending March 31, 2009, Allen District purchased a total of 347,791,400 gallons of water from Glasgow and purchased a total of 8,943,800 gallons of water from Scottsville and sold a total of 295,078,700 gallons of water. The increase in the cost of purchased water is \$69,558.28, resulting in a purchased water adjustment of \$0.24 per 1,000 gallons.

¹ KRS 278.015; 807 KAR 5:068.

4. A purchased water adjustment of \$0.24 per 1,000 gallons is fair, just, and reasonable.

IT IS THEREFORE ORDERED that:

- 1. Allen District's proposed rates are approved.
- 2. The purchased water adjustment increase of \$0.24 per 1,000 gallons as calculated in the attached 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 July 1, 2009.
- 4. Within 20 days of the date of this Order, Allen District shall file with the Commission revised tariff sheets containing the approved rates.

By the Commission

JUN 17 2009 J

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ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2009-00189 DATED JUN 1 7 2009

	New Rate	Base Rate	
Allen County Water Distric	ct		
Purchases in gallons Glasgow Volumetric Rate	347,791,400 \$1.95/1,000	347,791,400 \$1.75/1,000	
Scottsville Volumetric Rate	8,943,800 No Change	8,943,800 No Change	
	\$678,193.23	\$608,634.95	
Increas	sed water cost	\$69,558.28	
Increased water cost Divided by gallons sold		\$69,558.28 <u>295,078,700</u>	

Purchased water adjustment increase factor

\$0.24 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2009-00189 DATED JUN 1 7 2009

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

First Next Next Next Over	2,000 3,000 5,000 60,000 70,000	gallons gallons gallons gallons gallons	\$17.47 6.86 5.81 5.31 4.86	Minimum Bill per 1,000 gallons per 1,000 gallons per 1,000 gallons per 1,000 gallons
Corps of Eng First Next	ineers 55,000 15,000	gallons gallons	\$330.55 5.31	Minimum Bill per 1,000 gallons
Over	70,000	gallons	4.86	per 1,000 gallons
Pardue Mobile Home				
First Next Over	10,000 60,000 70,000	gallons gallons gallons	\$61.20 5.31 4.86	Minimum Bill per 1,000 gallons per 1,000 gallons

Honorable James S Secrest Attorney at Law Secrest & Secrest P. O. Box 35 Scottsville, KY 42164