

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT) CASE NO. 2009-00327
FILING OF JUDY WATER)
ASSOCIATION)

O R D E R

On August 3, 2009, Judy Water Association (“Judy Water”) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹ On August 6, 2009, Judy Water filed an additional application and information correcting some errors in the August 3, 2009 filing.

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

1. Judy Water purchases water from the Mt. Sterling Water & Sewer System (“Mt. Sterling”) and the city of North Middleton (“North Middleton”).
2. North Middleton notified Judy Water that it will increase its wholesale water rate effective August 16, 2009. North Middleton’s wholesale water rate to Judy Water would increase from \$2.97 per 1,000 gallons to \$3.62 per 1,000 gallons for the first 70,000 gallons of water per day and from \$3.07 per 1,000 gallons to \$3.72 per 1,000 gallons of water for any over 70,000 gallons per day. Judy Water proposes to increase the water rates to its customers effective August 20, 2009.

¹ KRS 278.012; 807 KAR 5:068.

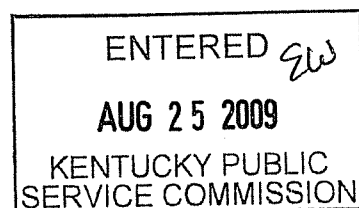
3. During the 12 months ending June 30, 2009, Judy Water purchased a total of 116,794,300 gallons of water from Mt. Sterling and purchased a total of 51,668,000 gallons of water from North Middleton and sold a total of 149,200,000 gallons of water. The increase in the cost of purchased water is \$33,584.20, resulting in a purchased water adjustment of \$0.23 per 1,000 gallons.

4. A purchased water adjustment of \$0.23 per 1,000 gallons is fair, just, and reasonable.

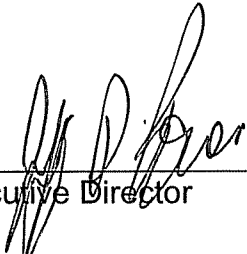
IT IS THEREFORE ORDERED that:

1. Judy Water's proposed rates are approved.
2. The purchased water adjustment increase of \$0.23 per 1,000 gallons as calculated in Appendix A is approved and the rates in Appendix B, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services rendered on and after August 20, 2009.
3. The tariff sheets filed by Judy Water in the application are approved.

By the Commission



ATTEST:



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2009-00327 DATED **AUG 25 2009**

	Base Rate	New Rate
Judy Water Association		
Purchases in gallons		
Mt. Sterling	116,794,300	116,794,300
Volumetric Rate	NO CHANGE	NO CHANGE
North Middleton		
Volumetric Rate	51,668,000	51,668,000
First 70,000 per day	\$2.97/1,000	\$3.62/1,000
Over 70,000 per day	\$3.07/1,000	\$3.72/1,000
	\$156,065.76	\$189,649.96
Increased water cost		\$33,584.20
Increased water cost		\$33,584.20
Divided by gallons sold		<u>149,200,000</u>
Purchased water adjustment increase factor		\$0.23 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2009-00327 DATED **AUG 25 2009**

The following rates and charges are prescribed for the customers in the area served by Judy Water Association. 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	1,000 gallons	\$11.92	Minimum Bill
Next	4,000 gallons	7.55	per 1,000 gallons
Next	5,000 gallons	6.65	per 1,000 gallons
Over	10,000 gallons	5.75	per 1,000 gallons

Billy Fawns
Judy Water Association, Inc.
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