COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED SEWER ADJUSTMENT)
FILING OF WOOD CREEK WATER) CASE NO. 2009-00452
DISTRICT)

ORDER

On November 20, 2009, Wood Creek Water District – Wastewater Division ("Wood Creek") applied for approval to adjust its rates pursuant to KRS 278.015.

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

- 1. Wood Creek purchases sewage treatment services from the city of London ("London").
- 2. London notified Wood Creek that, effective for services rendered on and after August 8, 2008, London's wholesale sewage treatment rate to Wood Creek would increase from \$2.63 per 1,000 gallons to \$2.74 per 1,000 gallons.
- 3. Wood Creek proposes to pass this wholesale increase in sewage treatment rates to its customers for bills rendered on and after January 1, 2010.
- 4. During the 12 months ending October 31, 2009, Wood Creek sold 50,925,125 gallons of water and London treated 48,931,500 gallons of sewage from Wood Creek.

- 5. The increase in the cost of sewage treatment is \$5,382.47, resulting in a sewage treatment rate adjustment of \$0.11 per 1,000 gallons.
- 6. The sewage treatment rate adjustment of \$0.11 per 1,000 gallons is fair, just, and reasonable and should be approved.
- 7. The rates proposed by Wood Creek were miscalculated by using a factor that would not recover the increased cost and should be denied.

IT IS THEREFORE ORDERED that:

- 1. The rates proposed by Wood Creek are denied.
- 2. The sewage treatment rate adjustment increase of \$0.11 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 January 1, 2010.
- 3. Within 20 days of the date of this Order, Wood Creek shall file with the Commission revised tariff sheets showing the rates approved herein.

By the Commission

ENTERED

DEC 16 2009

KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2009-00452 DATED DEC 1 6 2009

Base Rate

New Rate

Wood Creek Water District -- Wastewater Division

Wastewater Treatment in gallons

City of London Volumetric Rate 48,931,500 \$2.63/1,000 48,931,500 \$2.74/1,000

\$128,689.85

\$134,072.31

Increased treatment cost

\$5,382.47

Increased sewage treatment cost Divided by gallons of water sold

\$5,382.47

50,925,125

Purchased sewage treatment adjustment increase factor

\$0.11 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2009-00452 DATED DEC 1 6 2009

The following rates and charges are prescribed for the customers in the area served by Wood Creek Water District – Wastewater Division. 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 Sewer Rates

Sewer Rates in addition to Minimum Bill						
First	2,000			\$ 12	.64	Minimum bill
Next	1,500	gallons		4	.60	per 1,000 gallons
Next	1,500	gallons		4	.27	per 1,000 gallons
Next	2,500	gallons		3	.84	per 1,000 gallons
All Over	7,500) gallons		3	.36	per 1,000 gallons
	S.II. 6					
Minimum Bill for all Meters						
5/8" x 3/4"		2,000	gallons	•		Minimum bill
1"	First	5,000	gallons	25	.95	Minimum bill
1 1/2"	First	10,000	gallons	43	.96	Minimum bill
2"	First	20,000	gallons	77	.56	Minimum bill
6"	First	100,000	gallons	346	.36	Minimum bill

Glenn Williams Chairman Wood Creek Water District 1670 Daniel Boone Parkway, East P. O. Box 726 London, KY 40743