

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
FILING OF UNION COUNTY WATER) CASE NO. 2009-00546
DISTRICT)

O R D E R

On December 30, 2009, Union County Water District ("Union 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. Union District purchases water from the City of Morganfield ("Morganfield").

2. Morganfield notified Union District that Morganfield's wholesale water rate to Union District would increase from \$1.3487 per 1,000 gallons to \$1.3816 per 1,000 gallons, effective on December 31, 2009. Union District proposes to increase the water rates to its customers effective December 31, 2009.

3. During the 12 months ending October 31, 2009, Union District purchased a total of 266,566,700 gallons of water and sold 238,101,820 gallons. The increase in the cost of purchased water is \$8,770.04, resulting in a purchased water adjustment of \$0.04 per 1,000 gallons.

¹ KRS 278.015; 807 KAR 5:068.

4. The tariff that Union District filed with its application listed an inaccurate rate for 5/8" meters at the 25,000-gallon step. Therefore, the rates proposed by Union District should be denied.

5. The purchased water adjustment of \$0.04 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

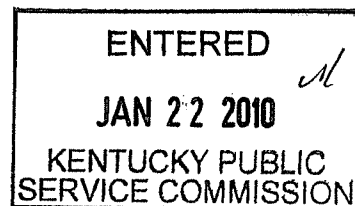
1. The proposed rates by Union District are denied.

2. The purchased water adjustment of \$0.04 per 1,000 gallons as calculated in Appendix A is approved.

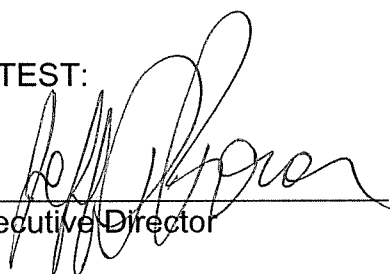
3. The rates in Appendix B, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services on or after December 31, 2009.

4. Within 20 days of the date of this Order, Union District shall file with the Commission revised tariff sheets showing the rates approved herein.

By the Commission



ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2009-00546 DATED JAN 22 2010

	New Rate	Base Rate	
Union County Water			
Purchases in gallons	266,566,700	266,566,700	
Volumetric rate	<u>\$1.3816/1,000</u>	<u>\$1.3487/1,000</u>	
	\$368,288.55	\$359,518.51	
		Increased water cost	\$8,770.04
Increased water cost		\$ 8,770.04	
Divided by gallons sold		<u>238,101,820</u>	
Purchased water adjustment factor		\$0.04 per 1,000 gallons	

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2009-00546 DATED JAN 22 2010

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

<u>5/8 Inch Meter</u>		<u>Rate</u>
First	2,000	\$10.79 Minimum Bill
Next	3,000	5.39 per 1,000 gallons
Next	5,000	4.99 per 1,000 gallons
Next	15,000	4.64 per 1,000 gallons
Next	25,000	4.34 per 1,000 gallons
Next	50,000	3.94 per 1,000 gallons
Next	100,000	3.54 per 1,000 gallons
Next	100,000	3.14 per 1,000 gallons
Over	300,000	2.74 per 1,000 gallons

<u>3/4 Inch Meter</u>		
First	5,000	\$26.95 Minimum Bill
Next	5,000	4.99 per 1,000 gallons
Next	15,000	4.64 per 1,000 gallons
Next	25,000	4.34 per 1,000 gallons
Next	50,000	3.94 per 1,000 gallons
Next	100,000	3.54 per 1,000 gallons
Next	100,000	3.14 per 1,000 gallons
Over	300,000	2.74 per 1,000 gallons

<u>1 Inch Meter</u>		
First	10,000	\$51.90 Minimum Bill
Next	15,000	4.64 per 1,000 gallons
Next	25,000	4.34 per 1,000 gallons
Next	50,000	3.94 per 1,000 gallons
Next	100,000	3.54 per 1,000 gallons
Next	100,000	3.14 per 1,000 gallons
Over	300,000	2.74 per 1,000 gallons

1 1/2 Inch Meter

First 25,000
Next 25,000
Next 50,000
Next 100,000
Next 100,000
Over 300,000

\$121.50 Minimum Bill
4.34 per 1,000 gallons
3.94 per 1,000 gallons
3.54 per 1,000 gallons
3.14 per 1,000 gallons
2.74 per 1,000 gallons

2 Inch Meter

First 50,000
Next 50,000
Next 100,000
Next 100,000
Over 300,000

\$230.00 Minimum Bill
3.94 per 1,000 gallons
3.54 per 1,000 gallons
3.14 per 1,000 gallons
2.74 per 1,000 gallons

2 1/2 Inch Meter

First 75,000
Next 25,000
Next 100,000
Next 100,000
Over 300,000

\$328.49 Minimum Bill
3.94 per 1,000 gallons
3.54 per 1,000 gallons
3.14 per 1,000 gallons
2.74 per 1,000 gallons

3 Inch Meter

First 100,000
Next 100,000
Next 100,000
Over 300,000

\$426.99 Minimum Bill
3.54 per 1,000 gallons
3.14 per 1,000 gallons
2.74 per 1,000 gallons

4 Inch Meter

First 200,000
Next 100,000
Over 300,000

\$780.98 Minimum Bill
3.14 per 1,000 gallons
2.74 per 1,000 gallons

6 Inch Meter

First 300,000
Over 300,000

\$1094.97 Minimum Bill
2.74 per 1,000 gallons

Dickie Berry
Manager
Union County Water District
409 North Court Street
P. O. Box 146
Morganfield, KY 42437