

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
FILING OF CANNONSBURG WATER) CASE NO. 2010-00098
DISTRICT)

O R D E R

On March 1, 2010, Cannonsburg Water District ("Cannonsburg") 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. Cannonsburg purchases water from the city of Ashland ("Ashland") and from the Big Sandy Water District ("Big Sandy").

2. Ashland notified Cannonsburg that it would increase its wholesale water rates effective March 15, 2010. Ashland's wholesale water rate to Cannonsburg would increase from \$1.89 per 1,000 gallons to \$2.01 per 1,000 gallons. Cannonsburg proposes to increase the water rates to its customers effective March 15, 2010.

3. During the 12 months ending November 30, 2009, Cannonsburg purchased a total of 459,997,000 gallons of water from Ashland and a total of 1,850,200 gallons of water from Big Sandy and sold a total of 319,113,200 gallons of water. The increase in the cost of purchased water is \$55,199.64, resulting in a purchased water adjustment of \$0.18 per 1,000 gallons.

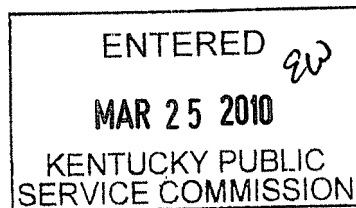
¹ KRS 278.015; 807 KAR 5:068.

4. A purchased water adjustment of \$0.18 per 1,000 gallons is fair, just, and reasonable.

IT IS HEREBY ORDERED that:

1. Cannonsburg's proposed rates are approved.
2. The purchased water adjustment increase of \$0.18 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 March 15, 2010.
3. The tariff sheets filed by Cannonsburg 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. 2010-00098 DATED **MAR 25 2010**

	Base Rate	New Rate
Cannonsburg Water District		
Purchases in gallons		
City of Ashland	459,997,000	459,997,000
Volumetric Rate	\$ 1.89/1,000	\$ 2.01/1,000
	\$ 869,394.33	\$ 924,593.97
Big Sandy Water District		
Volumetric Rate	1,850,200 NO CHANGE	
	Increased water cost	\$55,199.64
Increased water cost		\$55,199.64
Divided by gallons sold		<u>319,113,200</u>
Purchased water adjustment increase factor		\$0.18 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2010-00098 DATED **MAR 25 2010**

The following rates and charges are prescribed for the customers in the area served by Cannonsburg 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" x 3/4" Meter

First	2,000	gallons	\$16.60	Minimum Bill
Next	3,000	gallons	6.20	per 1,000 gallons
Next	15,000	gallons	5.82	per 1,000 gallons
Next	30,000	gallons	5.44	per 1,000 gallons
Next	50,000	gallons	5.07	per 1,000 gallons
Over	100,000	gallons	4.67	per 1,000 gallons

1 1/2" Meter

First	5,000	gallons	\$35.20	Minimum Bill
Next	15,000	gallons	5.82	per 1,000 gallons
Next	30,000	gallons	5.44	per 1,000 gallons
Next	50,000	gallons	5.07	per 1,000 gallons
Over	100,000	gallons	4.67	per 1,000 gallons

2" & 3" Meter

First	20,000	gallons	\$122.50	Minimum Bill
Next	30,000	gallons	5.44	per 1,000 gallons
Next	50,000	gallons	5.07	per 1,000 gallons
Over	100,000	gallons	4.67	per 1,000 gallons

6" Meter

First	50,000	gallons	\$285.70	Minimum Bill
Next	50,000	gallons	5.07	per 1,000 gallons
Over	100,000	gallons	4.67	per 1,000 gallons

12" Meter

First	100,000	gallons	\$539.20	Minimum Bill
Over	100,000	gallons	4.67	per 1,000 gallons

Wholesale Rate

2.50 per 1,000 gallons

Leak Adjustment Rate

2.19 per 1,000 gallons

Danny R Clarkston
Manager
Cannonsburg Water District
1606 Cannonsburg Road
P. O. Box 1535
Ashland, KY 41105