

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT                    )  
FILING OF MONROE COUNTY WATER                ) CASE NO. 2010-00480  
DISTRICT    )

O R D E R

On December 6, 2010, Monroe County Water District ("Monroe District") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.<sup>1</sup>

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

1. Monroe District purchases water from the City of Tompkinsville ("Tompkinsville").
2. Tompkinsville notified Monroe District that, effective with its January 1, 2011 billing, Tompkinsville's wholesale water rate to Monroe District would increase from \$1.39 per 1,000 gallons to \$1.53 per 1,000 gallons.
3. Monroe District proposes to increase the water rates to its customers effective January 1, 2011.
4. During the 12 months ending September 30, 2010, Monroe District purchased a total of 270,932,200 gallons of water and sold 217,912,590 gallons. The increase in the cost of purchased water is \$37,930.51 resulting in a purchased water adjustment of \$0.18 per 1,000 gallons.

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<sup>1</sup> KRS 278.015; 807 KAR 5:068.

5. Monroe District did not apply the purchased water adjustment to its leak adjustment rate.

6. The rates proposed by Monroe District should be denied.

7. The purchased water adjustment of \$0.18 per 1,000 gallons is fair, just, and reasonable and should be approved.

8. In the proposed rates filed by Monroe District, the utility failed to adjust its leak adjustment rate.

IT IS THEREFORE ORDERED that:

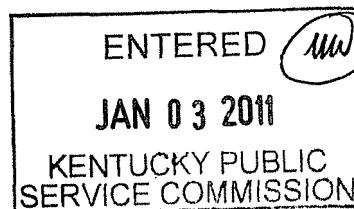
1. The proposed rates by Monroe District are denied.

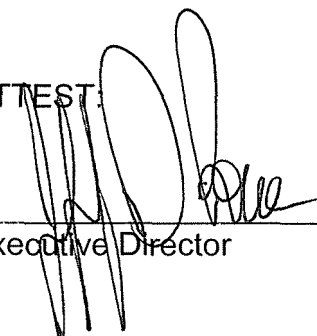
2. The purchased water adjustment of \$0.18 per 1,000 gallons as calculated in Appendix A is approved.

3. The rates in Appendix B, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services on or after January 1, 2011.

4. Within 20 days of the date of this Order, Monroe District shall file revised tariff sheets with the Commission 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. 2010-00480 DATED **JAN 03 2011**

	New Rate	Base Rate
Monroe County Water		
Purchases in gallons	270,932,200	270,932,200
Volumetric rate	<u>\$ 1.53/1,000</u>	<u>\$ 1.39/1,000</u>
	\$ 414,526.27	\$ 376,595.76

Increased water cost \$37,930.51

Increased water cost	\$ 37,930.51
Divided by gallons sold	<u>217,912,590</u>
Purchased water adjustment factor	\$0.18 per 1,000 gallons

## APPENDIX B

### APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2010-00480 DATED JAN 03 2011

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

##### 5/8" x 3/4" Meter

First	2,000 Gallons	\$ 14.78 Minimum Bill
Next	3,000 Gallons	4.88 per 1,000 Gallons
Next	5,000 Gallons	4.24 per 1,000 Gallons
Over	10,000 Gallons	3.60 per 1,000 Gallons

##### 1" Meter

First	5,000 Gallons	\$ 29.42 Minimum Bill
Next	5,000 Gallons	4.24 per 1,000 Gallons
Over	10,000 Gallons	3.60 per 1,000 Gallons

##### 2" Meter

First	20,000 Gallons	\$ 86.62 Minimum Bill
Over	20,000 Gallons	3.60 per 1,000 Gallons

Leak Adjustment Rate \$ 1.57 per 1,000 Gallons plus 10%

##### Wholesale Water Rates

Glasgow Water Company	\$ 1.67 per 1,000 Gallons
Fountain Run Water District	\$ 1.67 per 1,000 Gallons

Richard O Ross  
Monroe County Water District  
205 Capp Harlan Road  
Tompkinsville, KY 42167