

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT )  
OF BIG SANDY WATER DISTRICT ) CASE NO. 2007-00064

O R D E R

On February 8, 2007, Big Sandy Water District ("Big Sandy District") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068.

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

1. Big Sandy District purchases water from the city of Kenova, the city of Louisa ("Louisa"), Rattlesnake Ridge Water District and Cannonsburg Water District.
2. Louisa notified Big Sandy District that, effective with its March 1, 2007 billing, Louisa's wholesale water rate to Big Sandy District would increase from \$2.10 per 1,000 gallons to \$2.20 per 1,000 gallons. Big Sandy District proposes to increase the water rates to its customers effective March 1, 2007.
3. During the 12 months ending December 31, 2006, Big Sandy purchased a total of 320,392,390 gallons of water and sold 247,241,300 gallons. The increase in the cost of purchased water is \$11,872.00, resulting in a purchased water adjustment of \$0.05 per 1,000 gallons.
4. The purchased water adjustment of \$0.05 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The proposed rates by Big Sandy District are approved.
2. The purchased water adjustment of \$0.05 per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services rendered on and after March 1, 2007.
3. The proposed tariff sheets filed by Big Sandy District are accepted as filed.

Done at Frankfort, Kentucky, this 27th day of February, 2007.

By the Commission

ATTEST:



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
 COMMISSION IN CASE NO. 2007-00064 DATED February 27, 2007.

The following rates and charges are prescribed for the customers in the area served by Big Sandy 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  | \$ 15.56 | Minimum bill      |
| Next     | 8,000 gallons  | 5.88     | per 1,000 gallons |
| Next     | 20,000 gallons | 4.75     | per 1,000 gallons |
| Next     | 20,000 gallons | 3.99     | per 1,000 gallons |
| All Over | 50,000 gallons | 3.23     | per 1,000 gallons |

1" Meter

|          |                |          |                   |
|----------|----------------|----------|-------------------|
| First    | 10,000 gallons | \$ 62.60 | Minimum bill      |
| Next     | 20,000 gallons | 4.75     | per 1,000 gallons |
| Next     | 20,000 gallons | 3.99     | per 1,000 gallons |
| All Over | 50,000 gallons | 3.23     | per 1,000 gallons |

1 1/2" Meter

|          |                |           |                   |
|----------|----------------|-----------|-------------------|
| First    | 30,000 gallons | \$ 157.60 | Minimum bill      |
| Next     | 20,000 gallons | 3.99      | per 1,000 gallons |
| All Over | 50,000 gallons | 3.23      | per 1,000 gallons |

2" Meter

|          |                |           |                   |
|----------|----------------|-----------|-------------------|
| First    | 50,000 gallons | \$ 237.40 | Minimum bill      |
| All Over | 50,000 gallons | 3.23      | per 1,000 gallons |

3" Meter

|          |                 |           |                   |
|----------|-----------------|-----------|-------------------|
| First    | 100,000 gallons | \$ 398.90 | Minimum bill      |
| All Over | 100,000 gallons | 3.23      | per 1,000 gallons |

4" Meter

|          |                 |           |                   |
|----------|-----------------|-----------|-------------------|
| First    | 200,000 gallons | \$ 721.90 | Minimum bill      |
| All Over | 200,000 gallons | 3.23      | per 1,000 gallons |