

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)	
FILING OF PENDLETON COUNTY)	CASE NO. 2011-00062
WATER DISTRICT)	

O R D E R

On February 21, 2011, Pendleton County Water District ("Pendleton 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. Pendleton District purchases water from Northern Kentucky Water District ("Northern Kentucky") and the city of Falmouth ("Falmouth").
2. Northern Kentucky notified Pendleton District that it would increase its wholesale water rates effective March 1, 2011. Northern Kentucky's wholesale water rate to Pendleton District would increase from \$2.97 per 1,000 gallons to \$3.05 per 1,000 gallons.
3. Pendleton District proposes a purchased water adjustment factor of \$0.06 per 1,000 gallons.
4. Pendleton District proposes to increase the water rates to its customers effective March 1, 2011.

¹ KRS 278.015; 807 KAR 5:068.

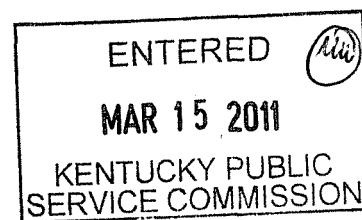
5. During the 12 months ending December 31, 2010, Pendleton District purchased a total of 104,902,552 gallons of water from Northern Kentucky and 61,319,440 gallons of water from Falmouth and sold a total of 146,294,277 gallons of water. The increase in the cost of purchased water is \$8,392.20, resulting in a purchased water adjustment of \$0.06 per 1,000 gallons.

6. A purchased water adjustment of \$0.06 per 1,000 gallons is fair, just, and reasonable.

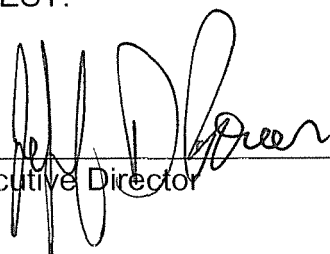
IT IS HEREBY ORDERED that:

1. Pendleton District's proposed rates are approved.
2. The purchased water adjustment increase of \$0.06 per 1,000 gallons as calculated in Appendix A is approved and the rates in Appendix B, attached hereto and incorporated herein, are approved for services rendered on and after March 1, 2011.
3. The tariff sheets filed with Pendleton District's application are accepted as filed.

By the Commission



ATTEST:



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2011-00062 DATED **MAR 15 2011**

	Base Rate	New Rate
Pendleton County Water District		
Purchases in gallons		
Northern Kentucky WD	104,902,552	104,902,552
Volumetric Rate	\$ 2.97/1,000	\$ 3.05/1,000
City of Falmouth	61,319,440	61,319,440
Volumetric Rate	\$ 1.98/1,000	\$ 1.98/1,000
	\$ 432,973.07	\$ 441,365.27
Increased water cost		\$ 8,392.20
Increased water cost		\$ 8,392.20
Divided by gallons sold		<u>146,294,277</u>
Purchased water adjustment increase factor		\$ 0.06 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2011-00062 DATED **MAR 15 2011**

The following rates and charges are prescribed for the customers in the area served by Pendleton 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" Meter through 2" Meter

First	2,000 gallons	\$20.24	Minimum Bill
Next	3,000 gallons	8.77	per 1,000 gallons
Next	10,000 gallons	8.27	per 1,000 gallons
Over	15,000 gallons	7.17	per 1,000 gallons

Pendleton County High School

First	125,000 gallons	\$917.95	Minimum Bill
Over	125,000 gallons	7.17	per 1,000 gallons

Griffin Industries

First	400,000 gallons	\$2,908.80	Minimum Bill
Over	400,000 gallons	7.17	per 1,000 gallons

City of Butler

First	1,672,917 gallons	\$5,805.03	Minimum Bill
Over	1,672,917 gallons	3.47	per 1,000 gallons

William T Jones
General Manager
Pendleton County Water District
P. O. Box 232
Falmouth, KY 41040