

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)	CASE NO.
FILING OF PENDLETON COUNTY)	2011-00475
WATER DISTRICT)	

ORDER

On December 6, 2011, Pendleton County Water District ("Pendleton") 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 purchases water from the city of Falmouth ("Falmouth") and Northern Kentucky Water District ("NKWD").
2. NKWD notified Pendleton that effective January 1, 2012, NKWD's wholesale water rate to Pendleton will increase from \$3.05 per 1,000 gallons to \$3.13 per 1,000 gallons.
3. Pendleton proposes a purchased water adjustment factor of \$0.06 per 1,000 gallons.
4. Pendleton proposes an effective date of January 1, 2012.
5. During the 12 months ending October 31, 2011, Pendleton purchased 51,945,950 gallons of water from Falmouth, 102,458,048 gallons of water from NKWD,

¹ KRS 278.015; 807 KAR 5:068.

and it sold 140,048,687 gallons of water. The increase in the cost of purchased water is \$8,196.64, resulting in a purchased water adjustment factor of \$0.06 per 1,000 gallons.

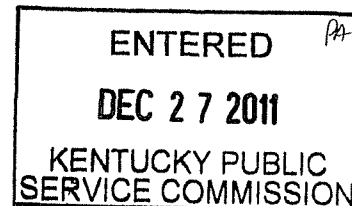
6. The purchased water adjustment factor of \$0.06 per 1,000 gallons is fair, just, and reasonable and should be approved.

7. Pendleton's proposed rates, which are set forth in Appendix B, are fair, just, and reasonable.

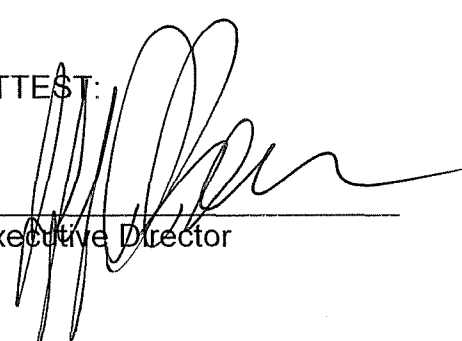
IT IS THEREFORE ORDERED that:

1. The rates proposed by Pendleton are approved.
2. The purchased water adjustment factor of \$0.06 per 1,000 gallons as calculated in Appendix A is approved.
3. The rates in Appendix B are approved for service rendered on or after January 1, 2012.
4. Pendleton's proposed tariff sheet filed with the application, showing the rates approved herein, is approved.

By the Commission



ATTEST:



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2011-00475 DATED **DEC 27 2011**

Falmouth	New Rate	Base Rate
	No change	No change
NKWD		
Purchases in gallons	102,458,048	102,458,048
Volumetric rate	<u>\$ 3.13 / 1,000</u>	<u>\$3.05/ 1,000</u>
	\$ 320,693.69	\$312,497.05

Increased water cost \$8,196.64

Increased water cost	\$ 8,196.64
Divided by gallons sold	<u>140,048,687</u>
Purchased water adjustment factor	\$0.06 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2011-00475 DATED **DEC 27 2011**

The following rates and charges are prescribed for the customers in the area served by Pendleton County Water Association, Inc. 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 through 2" Meter

First	2,000	gallons	\$20.36 Minimum Bill
Next	3,000	gallons	8.83 per 1,000 gallons
Next	10,000	gallons	8.33 per 1,000 gallons
Over	15,000	gallons	7.23 per 1,000 gallons

Pendleton County High

First	125,000	gallons	\$925.45 Minimum Bill
Over	125,000	gallons	7.23 per 1,000 gallons

Griffin Industries

First	400,000	gallons	\$2,932.80 Minimum Bill
Over	400,000	gallons	7.23 per 1,000 gallons

City of Butler

First	1,672,917	gallons	\$5,905.41 Minimum Bill
Over	1,672,917	gallons	3.53 per 1,000 gallons

William T Jones
General Manager
Pendleton County Water District
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