Ernie Fletcher Governor

Teresa J. Hill, Secretary Environmental and Public Protection Cabinet

Christopher L. Lilly Commissioner Department of Public Protection

Don Colder Chairman Western Pulaski County Water Dist. 1059 West Highway 80 Somerset, KY 42501-2779



Commonwealth of Kentucky **Public Service Commission**211 Sower Blvd.

P.O. Box 615 Frankfort, Kentucky 40602-0615 Telephone: (502) 564-3940 Fax: (502) 564-3460 psc.ky.gov

December 12, 2006

Mark David Goss Chairman

> John W. Clay Commissioner

CERTIFICATE OF SERVICE

RE: Case No. 2006-00370 Western Pulaski County Water Dist.

I, Beth O'Donnell, Executive Director of the Public Service Commission, hereby certify that the enclosed attested copy of the Commission's Order in the above case was served upon the addressee by U.S. Mail on December 12, 2006.

Executive Director

BOD/jc Enclosure



Ernie Fletcher Governor

Suite 200

Teresa J. Hill, Secretary **Environmental and Public Protection Cabinet**

Christopher L. Lilly Commissioner **Department of Public Protection**

Frankfort, KY 40601-8204

Honorable David Edward Spenard Assistant Attorney General Office of the Attorney General Utility & Rate Intervention Division 1024 Capital Center Drive

Commonwealth of Kentucky **Public Service Commission** 211 Sower Blvd.

P.O. Box 615 Frankfort, Kentucky 40602-0615 Telephone: (502) 564-3940 Fax: (502) 564-3460 psc.ky.gov

December 12, 2006

CERTIFICATE OF SERVICE

RE: Case No. 2006-00370 Western Pulaski County Water Dist.

I, Beth O'Donnell, Executive Director of the Public Service Commission, hereby certify that the enclosed attested copy of the Commission's Order in the above case was served upon the addressee by U.S. Mail on December 12, 2006.

Executive Director

Mark David Goss

Chairman

John W. Clay

Commissioner

BOD/jc Enclosure



Ernie Fletcher Governor

Teresa J. Hill, Secretary Environmental and Public Protection Cabinet

Christopher L. Lilly Commissioner Department of Public Protection

Honorable William M. Thompson Attorney at Law PO Box 851 Somerset, KY 42502



Commonwealth of Kentucky

Public Service Commission
211 Sower Blvd.
P.O. Box 615

Frankfort, Kentucky 40602-0615 Telephone: (502) 564-3940 Fax: (502) 564-3460 psc.ky.gov

December 12, 2006

Mark David Goss Chairman

> John W. Clay Commissioner

CERTIFICATE OF SERVICE

RE: Case No. 2006-00370 Western Pulaski County Water Dist.

I, Beth O'Donnell, Executive Director of the Public Service Commission, hereby certify that the enclosed attested copy of the Commission's Order in the above case was served upon the addressee by U.S. Mail on December 12, 2006.

Executive Director

BOD/jc Enclosure



Don Colder Chairman Western Pulaski County Water Dist. 1059 West Highway 80 Somerset, KY 42501-2779 Honorable David Edward Spenard Assistant Attorney General Office of the Attorney General Utility & Rate Intervention Division 1024 Capital Center Drive Suite 200 Frankfort, KY 40601-8204 Honorable William M. Thompson Attorney at Law PO Box 851 Somerset, KY 42502

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF THE WESTERN PULASKI)	
COUNTY WATER DISTRICT FOR APPROVAL OF)	CASE NO.
INCREASED RATES FOR WATER SERVICE)	2006-00370

ORDER

On October 12, 2006, Western Pulaski County Water District ("Western Pulaski") filed its application for Commission approval of a proposed increase in water rates. Western Pulaski proposed to increase its annual revenue from water rates by 13.4 percent, or \$232,763 in additional water revenue. This proposal would increase the monthly water bill for 5,000 gallons of usage from \$23.50 to \$26.20, an increase of 11.5 percent.

By Order dated November 20, 2006, the Commission issued a Staff Report that was prepared upon review of Western Pulaski's test-year operations. Staff's report recommended that Western Pulaski's proposed rate increase be accepted. The Order granted 10 days to file written comments regarding the Staff Report or requests for a hearing or informal conference. No comments or requests for a hearing or informal conference were received in response to this Order.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that:

1. The recommendations and findings contained in the Staff Report are supported by the evidence of record, are reasonable, and should be adopted as the findings of the Commission.

2. The rates in Appendix A will produce annual revenue from water service of \$2,026,588.

IT IS THEREFORE ORDERED that:

- 1. The findings contained in the Staff Report are adopted and incorporated by reference into this Order as if fully set out herein.
- 2. The rates in Appendix A are approved for service rendered by Western Pulaski on and after the date of this Order.
- 3. Within 30 days of the date of this Order, Western Pulaski shall file with the Commission its revised tariff setting out the rates approved herein.
- 4. Three years from the effective date of this Order, Western Pulaski shall file an income statement, along with any pro forma adjustments, in sufficient detail to demonstrate that the rates approved herein are sufficient to meet its operating expenses and annual debt service requirements.

Done at Frankfort, Kentucky, this 12th day of December, 2006.

By the Commission

Executive Director

UTEST

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2006-00370 DATED December 12, 2006.

The following rates and charges are prescribed for the customers in the area served by Western Pulaski 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.

RATES AND CHARGES

Rates: Monthly

5/8" x 3/4" Meter

First 2,000 gallons \$12.70 Minimum Bill Over 2,000 gallons 4.50 per 1,000 gallons

1" Meter

First 10,000 gallons \$48.70 Minimum Bill Over 10,000 gallons 4.50 per 1,000 gallons

1 1/2" Meter

First 15,000 gallons \$71.20 Minimum Bill Over 15,000 gallons 4.50 per 1,000 gallons

2" Meter

First 20,000 gallons \$93.70 Minimum Bill Over 20,000 gallons 4.50 per 1,000 gallons

Leak Adjustment 3.20 per 1,000 gallons