Ernie Fletcher Governor

LaJuana S. Wilcher, Secretary Environmental and Public Protection Cabinet

Christopher L. Lilly Commissioner Department of Public Protection

William Ballard General Manager East Clark County Water District 118 Hopkins Lane P. O. Box 112 Winchester, KY 40391



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

September 22, 2006

Mark David Goss Chairman

> Teresa J. Hill Vice Chairman

CERTIFICATE OF SERVICE

RE: Case No. 2006-00392 East Clark County Water District

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 September 22, 2006.

Executive Director

BOD/jc Enclosure



COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF EAST CLARK COUNTY WATER DISTRICT FOR A PURCHASED WATER ADJUSTMENT

CASE NO. 2006-00392

<u>ORDER</u>

On August 28, 2006, East Clark County Water District ("East Clark 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. East Clark District purchases water from the city of Winchester ("Winchester").

2. East Clark District and Winchester through a settlement agreement accepted in Case No. 2005-00322¹ by Order of this Commission on August 16, 2006, revised Winchester's wholesale water rate to \$1.62 per 1,000 gallons.

3. During the 12 months ending June 30, 2006, East Clark District purchased 147,586,384 gallons of water from Winchester and sold 131,300,800 gallons of water. The decrease in the cost of purchased water is \$78,380, resulting in a purchased water adjustment factor of (\$0.60) per 1,000 gallons.

¹ Case No. 2005-00322, East Clark County Water District vs. Winchester Municipal Utilities.

The purchased water adjustment of (\$0.60) per 1,000 gallons is fair, just, 4. and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. East Clark District's proposed rates are approved.

2. The purchased water adjustment of (\$0.60) per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for water service rendered on and after August 16, 2006.

3. The proposed tariff sheets filed by East Clark District are accepted as filed.

Done at Frankfort, Kentucky, this 22nd day of September, 2006.

By the Commission

eeutive Director

Case No. 2006-00392

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2006-00392 DATED September 22, 2006.

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

<u>5/8</u>	First First Next Next Over	nch Meter 2,000 8,000 40,000 50,000	gallons gallons gallons gallons	\$25.14 10.32 9.10 7.88	Minimum bill per 1,000 gallons per 1,000 gallons per 1,000 gallons
<u>1"</u>	<u>Meter</u> First Next Next Over	5,000 5,000 40,000 50,000	gallons gallons gallons gallons	\$56.10 10.32 9.10 7.88	Minimum bill per 1,000 gallons per 1,000 gallons per 1,000 gallons
<u>1 1</u>	<u>/2" Met</u> First Next Over	<u>er</u> 10,000 40,000 50,000	gallons gallons gallons	\$107.70 9.10 7.88	Minimum bill per 1,000 gallons per 1,000 gallons
<u>2" </u>	<u>Meter</u> First Next Over	20,000 30,000 50,000	gallons gallons gallons	\$198.70 9.10 7.88	Minimum bill per 1,000 gallons per 1,000 gallons
<u>3" </u>	<u>Meter</u> First Next Over	30,000 20,000 50,000	gallons gallons gallons	\$ 298.70 9.10 7.88	Minimum bill per 1,000 gallons per 1,000 gallons
<u>4" </u>	<u>Meter</u> First Over	50,000 50,000	gallons gallons	\$ 471.70 7.88	Minimum bill per 1,000 gallons

Wholesale Rate

Added to the wholesale customer's bill Kentucky River Authority Withdrawal Fee (as a separate line item) \$2.80 per 1,000 gallons

\$0.067 per 1,000 gallons