

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT                    )  
OF BIG SANDY WATER DISTRICT                    ) CASE NO. 2007-00091

O R D E R

On March 5, 2007, Big Sandy Water District ("Big Sandy") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.012 and 807 KAR 5:068.

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

1. Big Sandy purchases water from the city of Louisa ("Louisa"), the city of Kenova ("Kenova"), Rattlesnake Ridge Water District ("Rattlesnake Ridge"), and Cannonsburg Water District ("Cannonsburg").

2. Kenova notified Big Sandy that, effective with its April 1, 2007 billing, Kenova's wholesale water rate to Big Sandy would increase from \$1.15 per 1,000 gallons to \$1.49 per 1,000 gallons. Big Sandy proposes to increase the water rates to its customers effective April 1, 2007.

3. During the 12 months ending January 31, 2007, Big Sandy purchased 67,613,800 gallons of water from Louisa, 213,170,100 gallons of water from Kenova, 3,335,980 gallons of water from Rattlesnake Ridge, and 41,318,000 gallons of water from Cannonsburg, and sold 250,073,400 gallons. The increase in the cost of

purchased water is \$72,477.65, resulting in a purchased water adjustment of \$0.29 per 1,000 gallons.

4. The purchased water adjustment of \$0.29 per 1,000 gallons is fair, just, and reasonable and should be approved.

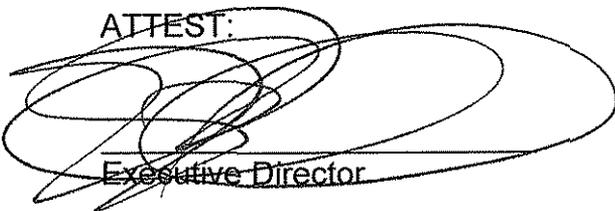
IT IS THEREFORE ORDERED that:

1. The rates proposed by Big Sandy are approved.
2. The purchased water adjustment of \$0.29 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 April 1, 2007.
3. Within 20 days of the date of this Order, Big Sandy shall file with the Commission revised tariff sheets showing the rates approved herein.

Done at Frankfort, Kentucky, this 27<sup>th</sup> day of March, 2007.

By the Commission

ATTEST:



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 2007-00091 DATED MARCH 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 Inch Meter

First	2,000	\$ 16.14	Minimum Bill
Next	8,000	6.17	per 1,000 gallons
Next	20,000	5.04	per 1,000 gallons
Next	20,000	4.28	per 1,000 gallons
Over	50,000	3.52	per 1,000 gallons

1 Inch Meter

First	10,000	\$ 65.50	Minimum Bill
Next	20,000	5.04	per 1,000 gallons
Next	20,000	4.28	per 1,000 gallons
Over	50,000	3.52	per 1,000 gallons

1-1/2 Inch Meter

First	30,000	\$ 166.30	Minimum Bill
Next	20,000	4.28	per 1,000 gallons
Over	50,000	3.52	per 1,000 gallons

2 Inch Meter

First	50,000	\$ 251.90	Minimum Bill
Over	50,000	3.52	per 1,000 gallons

3 Inch Meter

First	100,000	\$ 427.90	Minimum Bill
Over	100,000	3.52	per 1,000 gallons

4 Inch Meter

First	200,000	\$ 779.90	Minimum Bill
Over	200,000	3.52	per 1,000 gallons