

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
OF CAWOOD WATER DISTRICT) CASE NO. 2007-00236

O R D E R

On June 15, 2007, Cawood Water District ("Cawood") 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. Cawood purchases water from the Pineville Utility Commission ("Pineville").
2. Pineville notified Cawood that, effective with its June 1, 2007 billing, Pineville's wholesale water rate to Cawood would increase from \$1.750 per 1,000 gallons to \$1.870 per 1,000 gallons. Cawood proposes to increase the water rates to its customers effective June 1, 2007.
3. During the 12 months ending April 30, 2007, Cawood purchased a total of 6,111,000 gallons of water and sold 5,542,206 gallons. The increase in the cost of purchased water is \$733.32, resulting in a purchased water adjustment of \$0.13 per 1,000 gallons.
4. The purchased water adjustment of \$0.13 per 1,000 gallons is fair, just, and reasonable and should be approved.

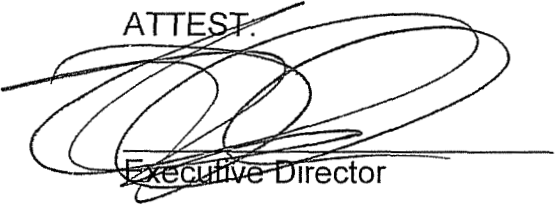
IT IS THEREFORE ORDERED that:

1. The rates proposed by Cawood are approved.
2. The purchased water adjustment of \$0.13 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 June 1, 2007.
3. Within 20 days of the date of this Order, Cawood shall file with the Commission revised tariff sheets showing the rates approved herein.

Done at Frankfort, Kentucky, this 11th day of July, 2007.

By the Commission

ATTEST



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2007-00236 DATED JULY 11, 2007

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

Monthly Water Rates- Path Fork Area

First	2,000 gallons	\$ 17.86	Minimum Bill
Next	8,000 gallons	6.82	per 1,000 gallons
Over	10,000 gallons	5.22	per 1,000 gallons