

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF LEDBETTER WATER)	CASE NO.
DISTRICT FOR APPROVAL OF INCREASED)	2008-00501
RATES FOR SEWER SERVICE)	

ORDER

On December 4, 2008, Ledbetter Water District (“Ledbetter”) submitted its application requesting the Commission approve its proposed increase in sewer rates. The proposed sewer rates will generate annual revenues of \$470,734, an increase of \$163,267, or 53.26, percent over the test-period revenues of \$306,524.

Commission Staff performed a limited financial review of Ledbetter’s operations and, on April 7, 2009, issued a report containing its findings and recommendations regarding the proposed rates. In its report, Staff determined that Ledbetter’s test-period operations would support a revenue requirement of \$470,734 and would allow Ledbetter to meet its debt service payments and operating expenses and provide for equity growth. Therefore, Staff recommended that the rates proposed by Ledbetter be approved.

All parties were directed to file written comments upon Staff’s findings and recommendations or to request a conference or hearing no later than April 21, 2009. As of that date, no parties had submitted comments or objections or requested a hearing.

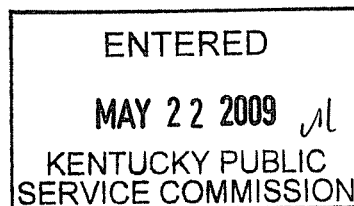
The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that:

1. The recommendations and findings contained in the Staff Report are supported by the evidence of record and are reasonable.
2. Ledbetter's proposed sewer rates will produce annual revenues from sales of \$470,734.

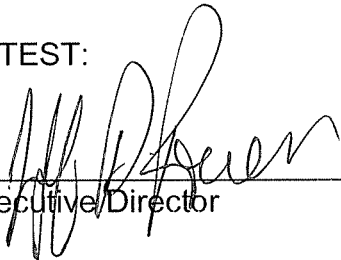
IT IS THEREFORE ORDERED that:

1. The recommendations and findings contained in the Staff Report are adopted and incorporated by reference into this Order as if fully set out herein.
2. Ledbetter's proposed sewer rates, which are set forth in the Appendix to this Order, are approved for service rendered by Ledbetter on and after the date of this Order.
3. Within 30 days of the date of this Order, Ledbetter shall file with the Commission its revised tariff setting out the rates approved herein.

By the Commission



ATTEST:



Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2008-00501 DATED **MAY 22 2009**

The following rates are prescribed for the customers in the area served by Ledbetter 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

All Customers

First	2,000 gallons	\$ 26.77 Minimum bill
Over	2,000 gallons	6.05 per 1,000 gallons
Unmetered Customers		\$ 44.92 Monthly Rate

Billy Downs
Manager
Ledbetter Water District
P. O. Box 123
Ledbetter, KY 42058-0123

Honorable David Edward Spenard
Assistant Attorney General
Office of the Attorney General Utility & Rate
1024 Capital Center Drive
Suite 200
Frankfort, KY 40601-8204