COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF) CASE NO. GRAYSON COUNTY WATER DISTRICT) 2009-00072

ORDER

On February 19, 2009, Grayson County Water District ("Grayson District") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹

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

- 1. Grayson District purchases water from the city of Leitchfield ("Leitchfield") as well as producing its own water.
- 2. Leitchfield notified Grayson District that it will increase its wholesale water rate effective March 9, 2009. Leitchfield's wholesale water rate to Grayson District would increase from \$1.82 per 1,000 gallons to \$1.946 per 1,000 gallons. Grayson District proposes to increase the water rates to its customers effective March 9, 2009.
- 3. During the 12 months ending December 31, 2008, Grayson District purchased a total of 187,279,615 gallons of water from Leitchfield and sold a total of 342,161,939 gallons of water. The increase in the cost of purchased water is \$23,597.23, resulting in a purchased water adjustment of \$0.07 per 1,000 gallons.

¹ KRS 278.015; 807 KAR 5:068

4. A purchased water adjustment of \$0.07 per 1,000 gallons is fair, just, and reasonable.

IT IS THEREFORE ORDERED that:

1. Grayson District's proposed rates are approved.

2. The purchased water adjustment increase of \$0.07 per 1,000 gallons as

calculated in Appendix A is approved.

3. The rates in Appendix B, attached hereto and incorporated herein, are

fair, just, and reasonable and are approved for services rendered on and after March 9,

2009.

4. Within 20 days of the date of this Order, Grayson District shall file with the

Commission revised tariff sheets containing the approved rates.

By the Commission

ENTERED

MAR 2 3 2009

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2009-00072 DATED MARCH 23, 2009

	New Rate	Base Rate				
Grayson County Water District						
Purchases in gallons	187,279,615	187,279,615				
Volumetric Rate	\$1.946/1,000	\$1.82/1,000				
	\$364,446.13	\$340,848.90				
Incre	ased water cost	\$23,597.23				
Increased water cost Divided by gallons sold		\$23,597.23 <u>342,161,939</u>				
Purchased water adjustment increase factor		\$0.07 per 1,0	000 gallons			

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2009-00072 DATED MARCH 23, 2009

The following rates and charges are prescribed for customers in the area served by Grayson 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" Meter</u>				
First	1,500	gallons	\$16.95	Minimum bill
Next	8,500	gallons	8.05	per 1,000 gallons
Next	40,000	gallons	7.22	per 1,000 gallons
Next	100,000	gallons	6.39	per 1,000 gallons
Over	150,000	gallons	5.59	per 1,000 gallons
3/4" Meter				
First	3,000	gallons	\$29.03	Minimum bill
Next	7,000	gallons	8.05	per 1,000 gallons
Next	40,000	gallons	7.22	per 1,000 gallons
Next	100,000	gallons	6.39	per 1,000 gallons
Over	150,000	gallons	5.59	per 1,000 gallons
1" Meter				
First	5,000	gallons	\$45.12	Minimum bill
Next	5,000	gallons	8.05	per 1,000 gallons
Next	40,000	gallons	7.22	per 1,000 gallons
Next	100,000	gallons	6.39	per 1,000 gallons
Over	150,000	gallons	5.59	per 1,000 gallons
1 1/2" Meter				
First	10,000	gallons	\$85.35	Minimum bill
Next	40,000	gallons	7.22	per 1,000 gallons
Next	100,000	gallons	6.39	per 1,000 gallons
Over	150,000	gallons	5.59	per 1,000 gallons
2" Meter				
First	16,000	gallons	\$128.66	Minimum bill
Next	34,000	gallons	7.22	per 1,000 gallons
Next	100,000	gallons	6.39	per 1,000 gallons
Over	150,000	gallons	5.59	per 1,000 gallons

3" Meter First Next Next Over	30,000 20,000 100,000 150,000	gallons gallons gallons gallons	\$229.70 7.22 6.39 5.59	Minimum bill per 1,000 gallons per 1,000 gallons per 1,000 gallons
4" Meter First Next Over	50,000 100,000 150,000	gallons gallons gallons	\$374.06 6.39 5.59	Minimum bill per 1,000 gallons per 1,000 gallons
6" Meter First Next Over	100,000 50,000 150,000	gallons gallons gallons	\$693.59 6.39 5.59	Minimum bill per 1,000 gallons per 1,000 gallons
8" Meter First Over	150,000 150,000	gallons gallons	\$1013.11 5.59	Minimum bill per 1,000 gallons
10" Meter First Over	250,000 250,000	gallons gallons	\$1571.64 5.59	Minimum bill per 1,000 gallons
Wholesale City of Cane	eyville		2.07	per 1,000 gallons

Kevin Shaw Manager Grayson County Water District 113 S. Lee Street P. O. Box 217 Leitchfield, KY 42754