COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT	•)
FILING OF ALLEN COUNTY WATER) CASE NO. 2009-00188
DISTRICT)

ORDER

On May 20, 2009, Allen County Water District ("Allen District") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.

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

- 1. Allen District purchases water from the Glasgow Water and Sewer Commission ("Glasgow") and from City of Scottsville ("Scottsville").
- 2. Glasgow notified Allen District that it would increase its wholesale water rate effective July 1, 2008 and that Glasgow's wholesale water rate to Allen District would increase from \$1.40 per 1,000 gallons to \$1.75 per 1,000 gallons. Allen District proposes to increase the water rates to its customers effective June 30, 2009.
- 3. During the 12 months ending March 31, 2009, Allen District purchased a total of 347,791,400 gallons of water from Glasgow and purchased a total of 8,943,800 gallons of water from Scottsville and sold a total of 295,078,700 gallons of water. The increase in the cost of purchased water is \$121,726.99, resulting in a purchased water adjustment of \$0.41 per 1,000 gallons.

¹ KRS 278.015; 807 KAR 5:068.

4. A purchased water adjustment of \$0.41 per 1,000 gallons is fair, just, and reasonable.

IT IS THEREFORE ORDERED that:

- 1. Allen District's proposed rates are approved.
- 2. The purchased water adjustment increase of \$0.41 per 1,000 gallons as calculated in the attached 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 June 30, 2009.
- 4. Within 20 days of the date of this Order, Allen District shall file with the Commission revised tariff sheets containing the approved rates.

By the Commission

ENTERED

JUN 16 2009 A KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2009-00188 DATED **JUN 1 6 2009**

	New Rate	Base Rate
Allen County Water District		
Purchases in gallons Glasgow Volumetric Rate	347,791,400 \$1.75/1,000	347,791,400 \$1.40/1,000
Scottsville Volumetric Rate	8,943,800 No Change	8,943,800 No Change
	\$608,634.95	\$486,907.96
Increased	l water cost	\$121,726.99

Increased water cost Divided by gallons sold \$121,726.99 295,078,700

Purchased water adjustment increase factor

\$0.41 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2009-00188 DATED JUN 1 6 2009

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

All Meter S	<u>izes</u>				
First	2,000	gallons	\$16.99	Minimum Bill	
Next	3,000	gallons	6.62	per 1,000 gallons	
Next	5,000	gallons	5.57	per 1,000 gallons	
Next	60,000	gallons	5.07	per 1,000 gallons	
Over	70,000	gallons	4.62	per 1,000 gallons	
,					
Corps of Engineers					
First	55,000	gallons	\$317.35	Minimum Bill	
Next	15,000	gallons	5.07	per 1,000 gallons	
Over	70,000	gallons	4.62	per 1,000 gallons	
Pardue Mobile Home					
First	10,000	gallons	\$58.80	Minimum Bill	
Next	60,000	gallons	5.07	per 1,000 gallons	
Over	70,000	gallons	4.62	per 1,000 gallons	

Honorable James S Secrest Attorney at Law Secrest & Secrest P. O. Box 35 Scottsville, KY 42164