

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
FILING OF JESSAMINE-SOUTH) CASE NO. 2009-00233
ELKHORN WATER DISTRICT)

O R D E R

On June 24, 2009, Jessamine-South Elkhorn Water District (“Jessamine-South Elkhorn”) 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. Jessamine-South Elkhorn purchases water from Kentucky-American Water Company (“KAWC”) and the city of Nicholasville (“Nicholasville”).
2. KAWC and Nicholasville notified Jessamine-South Elkhorn that they would increase their wholesale water rates effective June 1, 2009. KAWC’s wholesale water rate to Jessamine-South Elkhorn would increase from \$2.68381 per 1,000 gallons to \$3.27067 per 1,000 gallons and Nicholasville’s wholesale water rate to Jessamine-South Elkhorn would increase from \$2.14 per 1,000 gallons to \$2.43 per

¹ KRS 278.015; 807 KAR 5:068.

1,000 gallons.² Jessamine-South Elkhorn proposes to increase the water rates to its customers effective July 5, 2009.

3. During the 12 months ending May 31, 2009, Jessamine-South Elkhorn purchased a total of 282,639,000 gallons of water from KAWC and a total of 28,377,800 gallons of water from Nicholasville and sold a total of 257,230,180 gallons of water. The increase in the cost of purchased water is \$174,099.09 resulting in a purchased water adjustment of \$0.68 per 1,000 gallons.

4. A purchased water adjustment of \$0.68 per 1,000 gallons is fair, just, and reasonable.

IT IS HEREBY ORDERED that:

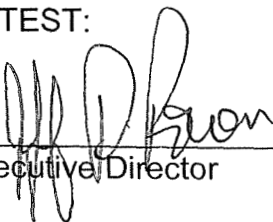
1. Jessamine-South Elkhorn's proposed rates are approved.
2. The purchased water adjustment increase of \$0.68 per 1,000 gallons as calculated in Appendix A is approved and the rates in Appendix B, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services rendered on and after July 5, 2009.
3. The tariff sheets filed by Jessamine-South Elkhorn in the application are approved.

² KAWC's wholesale water rates are based on cubic feet as opposed to gallons in Jessamine District's application. The proposed rates stated are per 1,000 gallons and are from KAWC's tariff. The rates stated in the application are an increase from \$2.01286 per 100 cubic feet to \$2.453 per 100 cubic feet.

By the Commission

ENTERED
JUL 14 2009 *aw*
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
 COMMISSION IN CASE NO. 2009-00233 DATED **JUL 14 2009**

	Base Rate	New Rate
Jessamine-South Elkhorn Water District		
Purchases in gallons		
KAWC	282,639,000	282,639,000
Volumetric Rate	\$2.68381/1,000	\$3.27067/1,000
Nicholasville	28,377,800	28,377,800
Volumetric Rate	\$2.14/1,000	\$2.43/1,000
	\$819,277.86	\$993,376.95
Increased water cost		\$174,099.09
Increased water cost		\$174,099.09
Divided by gallons sold		<u>257,230,180</u>
Purchased water adjustment increase factor		\$0.68 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2009-00233 DATED **JUL 14 2009**

The following rates and charges are prescribed for the customers in the area served by Jessamine-South Elkhorn 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

3/4" x 5/8" Meter:

First	2,000	gallons	\$24.10	Minimum Bill
Next	2,000	gallons	6.40	per 1,000 gallons
Next	2,000	gallons	6.30	per 1,000 gallons
Next	10,000	gallons	6.20	per 1,000 gallons
Next	8,000	gallons	6.10	per 1,000 gallons
Over	24,000	gallons	6.00	per 1,000 gallons

1" Meter:

First	10,000	gallons	\$74.30	Minimum Bill
Next	6,000	gallons	6.20	per 1,000 gallons
Next	8,000	gallons	6.10	per 1,000 gallons
Over	24,000	gallons	6.00	per 1,000 gallons

2" Meter:

First	24,000	gallons	\$160.30	Minimum Bill
Over	24,000	gallons	6.00	per 1,000 gallons

Diana Clark
Office Manager
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