

COMMONWEALTH OF KENTUCKY

BEFORE THE UTILITY REGULATORY COMMISSION

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In the Matter of

THE APPLICATION OF WEBSTER COUNTY
WATER DISTRICT FOR A CERTIFICATE
OF CONVENIENCE AND NECESSITY,
APPROVAL OF FINANCING AND APPROVAL
OF PROPOSED WATER SERVICE RATES

CASE NO. 7735

O R D E R

Preface

The Commission by Interim Order entered May 21, 1980, authorized Webster County Water District, hereinafter referred to as the "Applicant," to construct the proposed water distribution system and approved the method of financing. Therefore, this Order addresses the Applicant's proposed water service rates.

FINDINGS IN THIS MATTER

The Commission, after consideration of all the evidence of record and being advised, is of the opinion and finds:

1. That the Applicant's annual operating expenses including those of depreciation, interest and taxes are estimated to be approximately \$114,910 for the first year of operations after completion of construction.
2. That the rates and charges proposed by the Applicant and prescribed and set forth in Appendix "A" attached hereto and made a part hereof, should produce revenues of approximately \$121,971 for the first year of operations after completion of construction.
3. That utilization of the \$40,000 reserve fund, as set forth in FmHA letter of conditions dated August 8, 1979, to be used as needed over the first five (5) years of operation, should produce a net income of \$15,061 during the first year of operation. Further, that these rates and charges approved herein are fair, just and reasonable rates for customers to be served by the proposed construction, in that they will, in conjunction with these reserve funds, provide sufficient revenues to service the

debt, provide for operating expenses, and the accumulation of a reasonable surplus.

4. That the Applicant should refund all deposits collected from prospective water customers, who will not receive water service upon completion of current construction project.

IT IS THEREFORE ORDERED:

1. That the rates and charges proposed by the Applicant as prescribed and set forth in Appendix "A" attached hereto and made a part hereof be and are hereby fixed and prescribed as the fair, just and reasonable rates and charges for water services rendered by the Webster County Water District on and after the date of this Order.

2. That Webster County Water District shall file its tariff sheets setting forth the rates and charges approved herein and all rules and regulations of the utility within thirty (30) days of the date of this Order.

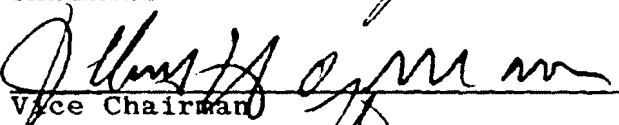
3. That within thirty (30) days of substantial completion of the current construction project, the Applicant shall file with this Commission a list of prospective water customers who will not receive the water service and a plan whereby said customers' deposits shall be refunded.

4. That the Applicant shall file with this Commission a certificate of compliance, stating that all refunds have been made, within thirty (30) days of the completion of said refunds.

Done at Frankfort, Kentucky, this the 2nd day of July, 1980.

UTILITY REGULATORY COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Secretary

APPENDIX "A"

APPENDIX TO AN ORDER OF THE
KENTUCKY UTILITY REGULATORY COMMISSION
IN CASE NO. 7735

The following rates and charges are hereby prescribed for all customers served by the Webster County Water District.

<u>GALLONAGE BLOCKS FOR EACH METER SIZE</u>	<u>MONTHLY RATE FOR EACH GALLONAGE BLOCK</u>
<u>5/8-inch x 3/4-inch Meter</u>	
First 2,000 gallons	\$7.50 (Minimum Bill)
Next 4,000 gallons	3.00 per 1,000 gallons
Next 4,000 gallons	2.50 per 1,000 gallons
Next 20,000 gallons	2.00 per 1,000 gallons
Next 20,000 gallons	1.70 per 1,000 gallons
Next 50,000 gallons	1.40 per 1,000 gallons
Over 100,000 gallons	1.00 per 1,000 gallons
<u>3/4-inch Meter</u>	
First 6,000 gallons	\$19.50 (Minimum Bill)
Next 4,000 gallons	2.50 per 1,000 gallons
Next 20,000 gallons	2.00 per 1,000 gallons
Next 20,000 gallons	1.70 per 1,000 gallons
Next 50,000 gallons	1.40 per 1,000 gallons
All over 100,000 gallons	1.00 per 1,000 gallons
<u>1-inch Meter</u>	
First 10,000 gallons	\$29.50 (Minimum Bill)
Next 20,000 gallons	2.00 per 1,000 gallons
Next 20,000 gallons	1.70 per 1,000 gallons
Next 50,000 gallons	1.40 per 1,000 gallons
All over 100,000 gallons	1.00 per 1,000 gallons
<u>1½-inch Meter</u>	
First 15,000 gallons	\$39.50 (Minimum Bill)
Next 15,000	2.00 per 1,000 gallons
Next 20,000	1.70 per 1,000 gallons
Next 50,000	1.40 per 1,000 gallons
All over 100,000 gallons	1.00 per 1,000 gallons
<u>2-inch Meter</u>	
First 20,000 gallons	\$49.50 (Minimum Bill)
Next 10,000	2.00 per 1,000 gallons
Next 20,000	1.70 per 1,000 gallons
Next 50,000	1.40 per 1,000 gallons
All over 100,000	1.00 per 1,000 gallons

CONNECTION CHARGES TO BECOME EFFECTIVE UPON
BEGINNING OF CONSTRUCTION

<u>Meter Size</u>	<u>Charge</u>
5/8" x 3/4" Meter	\$150
3/4" Meter	175
1" Meter	250
Larger than 1" Meter	Actual Cost of Materials and Installation

Sales for Resale Rate

Clay	\$1.00 per 1,000 gallons
Dixox	1.00 per 1,000 gallons
Slaughters	1.00 per 1,000 gallons

All monthly billings should be to the nearest one hundred
(100) gallons of usage.