COMMONWEALTH OF KENTUCKY

BEFORE THE UTILITY REGULATORY COMMISSION

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In the Matter of:

APPLICATION FOR THE ADJUSTMENT OF) RATES OF WEST OLDHAM UTILITIES, INC.) CASE NO. 7795

O R D E R

On March 28, 1980, West Oldham Utilities, Inc. (Applicant) filed its Application to flow through the increased cost of purchased water charged by its wholesale supplier, Louisville Water Company. Louisville Water Company has increased the rates charged to Applicant from sixty-seven cents per one thousand gallons of water to seventy-three cents per one thousand gallons, including the elevated service area surcharge, an overall increase of six cents per one thousand gallons of purchased water. This increased cost for purchased water will result in an overall increase to the Applicant's customers of three point five nine percent (3.59%) per one thousand gallons of water or a one point four one percent (1.41%) increase in the current rates charged by the Applicant.

The matter was set for public hearing on August 14, 1980 at 9:00 a.m. All parties of interest were notified of the August 14, 1980, hearing with the Consumer Protection Division of the Attorney General's Office intervening in this matter.

The Commission, after review of the evidence and being advised, is of the opinion and so FINDS:

(1) That the increase in rates charged by the Louisville Water Company will result in an increased cost of purchased water to the Applicant of two thousand two hundred and eightyfive dollars [38,079.316 gals. x (73 c - 67 c)].

(2) That the Applicant is entitled to recover the increased cost of purchased water and its financial condition would be materially impaired if it were not allowed to recover this additional cost.

(3) That the revised rates set out in the attached Appendix "A" are designed to reflect only the increased cost of purchased water from Louisville Water Company.

(4) That the flow-through of purchased water costs will not result in any additional net margin to the Applicant.

IT IS THEREFORE ORDERED, that West Oldham Utilities, Inc. is hereby authorized to flow-through its increased cost of purchased water from the rate increase charged by its wholesale supplier.

IT IS FURTHER ORDERED, that the rates set out in Appendix "A" shall be placed in effect on and after the effective date of this order.

IT IS FURTHER ORDERED, that West Oldham Utilities, Inc. shall file within thirty days from the date of this order its revised tariff sheets setting out the rates and charges approved herein.

Done at Frankfort, Kentucky, this the 18th day of August, 1980.

UTILITY REGULATORY COMMISSION

ATTEST:

Secretary



APPENDIX "A"

Appendix to an Order of the Utility Regulatory Commission in Case No. 7795 Dated August 18, 1980.

The following rates are prescribed for the customers in the area served by West Oldham Utilities, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under the authority at the Commission prior to the date of this order.

| Meter Size (Inch) | Usage (1,000 gals.) | Minimum <u>Bi-Monthly Billing</u> |
|----------------------|------------------------|--------------------------------------|
| 5/8" - 3/4" | 2 | 8.65 |
| 1" | 10 | 43.25 |
| 12" | 20 | 86.50 |
| 2" | 30 | 129.75 |
| 3" | 70 | 302.75 |
| 4" | 130 | 542.25 |
| 6'' | 300 | 1,297.50 |
| 8'' | 500 | 2,162.50 |
| 10" | 800 | 3,460.00 |
| 12" | 1,200 | 5,190.00 |
| 16" | 2,000 | 8,650.00 |
| 20" | 3,200 | 13,840.00 |

For usage in excess of the above minimum allowance locate in the schedule below the consumption block in which this allowance falls and compute the cost of additional water consumption from that point.

| First Consumption Block | 400,000 gallons | \$1.73 per 1,000 gals. |
|-------------------------|-------------------|------------------------|
| Next Consumption Block | 2,600,000 gallons | 1.73 per 1,000 gals. |
| In Excess of | 3,000,000 gallons | 1.73 per 1,000 gals. |