

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

PURCHASED WATER ADJUSTMENT)
OF NORTH WOODFORD COUNTY) CASE NO. 6066-1
WATER DISTRICT)

O R D E R

On June 15, 1984, North Woodford County Water District ("North Woodford") filed its application with the Public Service Commission ("Commission") requesting approval of its purchased water adjustment clause and authority to adjust its rates in accordance with that clause.

The Commission, having reviewed the evidence of record and being advised, is of the opinion and finds that:

(1) The purchased water adjustment clause proposed by North Woodford is in compliance with 807 KAR 5:067, Purchased Water Adjustment Clause, is in the best interest of North Woodford and the public and should be approved.

(2) North Woodford's supplier, City of Frankfort ("City"), notified North Woodford by letter dated May 22, 1984, that it would increase its rate for purchased water to \$.80 per 1,000 gallons, effective August 1, 1984.

(3) The statements of water purchased and sold for the 12-month period ending March 31, 1984, filed by North

Woodford show that its unaccounted-for water is approximately 22 percent which is in excess of the maximum 15 percent allowed by the Commission.

(4) The City's charges to North Woodford during the test period were based on a declining block rate schedule. In computing its purchased water costs at the base rate, North Woodford used an average cost per 1,000 gallons rather than the actual rate schedule. After adjusting the water purchases to allow an unaccounted-for water maximum of 15 percent and computing costs of monthly purchases according to the actual rate schedule, North Woodford's total allowable increase in purchased water costs is \$33,811, resulting in a purchased water adjustment of \$.46 per 1,000 gallons.

(5) The financial exhibits filed by North Woodford indicate that it cannot absorb an increase of this magnitude in the wholesale cost of water.

(6) The purchased water adjustment in the amount of \$.46 per 1,000 gallons and the rates in Appendix A are fair, just and reasonable and should be approved.

IT IS THEREFORE ORDERED that the purchased water adjustment clause proposed by North Woodford be and it hereby is approved effective on and after August 1, 1984.

IT IS FURTHER ORDERED that for future application of North Woodford's purchased water adjustment clause, the base rate for purchased water shall be:

<u>Supplier</u>	<u>Rate</u>
City of Frankfort	\$.80 per 1,000 gallons

IT IS FURTHER ORDERED that the purchased water adjustment in the amount of \$.46 per 1,000 gallons and the rates in Appendix A be and they hereby are approved effective on and after August 1, 1984.

IT IS FURTHER ORDERED that within 30 days from August 1, 1984, North Woodford shall file with the Commission its revised tariff sheets setting out the purchased water adjustment clause and the rates approved herein.

Done at Frankfort, Kentucky, this 13th day of July, 1984.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Secretary

APPENDIX A

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE
COMMISSION IN CASE NO. 6066-1 DATED 7/13/84

The following rates are prescribed for customers served by North Woodford 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.

SCHEDULE 1

<u>GALLONAGE BLOCKS</u>	<u>RATES</u>
First 2,000 gallons	\$7.92 Minimum
Next 3,000 gallons	2.26 per 1,000 gallons
Next 5,000 gallons	2.06 per 1,000 gallons
Next 10,000 gallons	1.96 per 1,000 gallons
Next 30,000 gallons	1.71 per 1,000 gallons
Over 50,000 gallons	1.46 per 1,000 gallons

TRAILER COURTS

Minimum Bill - 50 percent of regular residential minimum times the number of individual units served from one meter (includes 50 percent of residential minimum gallonage times the number of individual units served from one meter). Balance of usage to be billed at the regular residential rate schedule.

Multiple Dwelling, Apartment Houses and Multiple Business Operations shall be billed under Schedule 1. Multiple service billings shall be avoided when ever possible.