

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF)
SOUTHEAST DAVIESS COUNTY WATER) CASE NO. 89-123
DISTRICT)

O R D E R

On May 16, 1989, Southeast Daviess County Water District ("Southeast Daviess") filed its revised tariff sheets with the Public Service Commission ("Commission") for the purpose of adjusting its rates pursuant to KRS 278.015 and 807 KAR 5:068, Purchased Water Adjustment.

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

1. Southeast Daviess purchases its water from the Owensboro Municipal Utility ("Owensboro").

2. Effective May 1, 1989, Owensboro will increase its rate for water sold to Southeast Daviess from \$0.653 to \$0.751 per 1,000 gallons.

3. Southeast Daviess proposed to adjust the rates to its customers effective May 1, 1989.

4. During the 12 months ending April 30, 1989, Southeast Daviess purchased 509,105,000 gallons of water from Owensboro.

5. During the same 12 months, Southeast Daviess sold 469,359,980 gallons of water.

6. The increase in purchased water costs is \$49,892 resulting in a purchased water adjustment of \$0.1063 per 1,000 gallons as shown in Appendix B.

7. Southeast Daviess' calculations are incorrect in that it increased the new rate for sales to other water districts by \$0.122 instead of \$0.106 per 1,000 gallons.

8. The purchased water adjustment of \$0.106 per 1,000 gallons and the rates in Appendix A are correct and should be approved.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of \$0.106 per 1,000 gallons of water as shown in Appendix B and the rates in Appendix A, attached and incorporated hereto, are approved for services rendered on and after May 1, 1989.

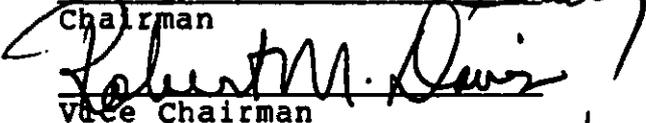
2. Within 30 days of the date of this Order, Southeast Daviess shall file revised tariff sheets setting out the rates approved herein.

3. Within 30 days of the date of this Order, Southeast Daviess shall file a copy of the notice to its customers and verification that such notice has been given.

Done at Frankfort, Kentucky, this 1st day of June, 1989.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 89-123 DATED 6/01/89

The following rates and charges are prescribed for the customers in the area served by Southeast Daviess County Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Usage Blocks

Monthly Rates

First 2,000 gallons	\$5.64 Minimum Bill
Next 8,000 gallons	1.399 per 1,000 gallons
Next 10,000 gallons	1.299 per 1,000 gallons
Next 20,000 gallons	1.199 per 1,000 gallons
Over 40,000 galons	1.099 per 1,000 gallons
Sales To Other Water Districts	\$0.869 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 89-123 DATED 6/01/89

CALCULATION OF PURCHASED WATER ADJUSTMENT

Gallons Purchased - Meter No. 1	470,243,980
Gallons Purchased - Meter No. 2	<u>38,861,020</u>
Total Gallons Purchased	509,105,000
Gallons Sold: 469,359,980	

Cost at changed rate:

509,105.0 M gallons X \$0.751 = \$382,337.86

Less

Cost at Base Rate:

509,105.0 M gallons X \$0.653 = \$332,445.57

Increase

\$49,892.29

\$49,892.29 ÷ 469,359.98 M gallons sold = \$0.1063