

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF)	CASE NO.
MAGOFFIN COUNTY WATER DISTRICT)	90-422

O R D E R

On December 21, 1990, Magoffin County Water District ("Magoffin County") filed its revised tariff with the Public Service Commission ("Commission") for the purpose of adjusting its rates pursuant to the purchased water adjustment procedure, KRS 278.015 and 807 KAR 5:068. On January 4, 1991, the Commission requested that additional information be filed. Subsequently, on January 7, 1991, Magoffin County provided a statement from its supplier showing the effective date of the increase, and on January 8, 1991, Magoffin County filed corrected tariff sheets with the proper effective date. The record is now complete.

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

1. Magoffin County purchases its water from Salyersville Water Commission ("Salyersville"). Effective December 1, 1990, Salyersville increased its rates for water sold to Magoffin County from \$1.35 to \$1.60 per 1,000 gallons.

2. Magoffin County proposes to increase the rates to its customers December 2, 1990.

3. During the 12 months ending November 30, 1990, Magoffin County purchased 60,689,000 gallons of water and sold 54,099,740 gallons.

4. Magoffin County's calculations are correct and show an increase in purchased water costs of \$15,172, resulting in a purchased water adjustment of \$.28 per 1,000 gallons of water.

5. The rates proposed by Magoffin County and shown in Appendix A, attached hereto and incorporated herein, are fair, just and reasonable and should be approved.

6. The tariff sheets filed by Magoffin County on January 8, 1991 are correct and should be approved as filed.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment in the amount of 28 cents per 1,000 gallons and the rates in Appendix A are approved for services rendered on and after December 2, 1990.

2. The tariff sheets filed by Magoffin County on January 8, 1991 are hereby approved.

3. Within 20 days of the date of this Order, Magoffin County shall file a copy of the notice to its customers and verification that such notice has been given.

Done at Frankfort, Kentucky, this 18th day of January, 1991.

ATTEST:


Executive Director

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

APPENDIX A

**APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 90-422 DATED 1/18/91**

The following rates and charges are prescribed for the customers in the area served by Magoffin 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 RATE

5/8 X 3/4 Inch Meter

First 2,000 gallons	\$11.46 Minimum Bill
Next 3,000 gallons	4.78 per 1,000 gallons
Next 5,000 gallons	4.28 per 1,000 gallons
Over 10,000 gallons	3.68 per 1,000 gallons

1 Inch Meter

First 5,000 gallons	\$25.80 Minimum Bill
Next 5,000 gallons	4.28 per 1,000 gallons
Over 10,000 gallons	3.68 per 1,000 gallons

2 Inch Meter

First 15,000 gallons	\$65.60 Minimum Bill
Over 15,000 gallons	3.68 per 1,000 gallons