

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF)
PENDLETON COUNTY WATER DISTRICT) CASE NO. 94-229

O R D E R

On June 9, 1994, Pendleton County Water District ("Pendleton") filed its application 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.

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

1. Pendleton purchases water from two suppliers, Campbell County Kentucky Water District ("Campbell") and City of Falmouth ("Falmouth").

2. Effective May 1, 1994, Campbell will increase its rates for wholesale water from \$1.5430 per 1,000 gallons to \$1.5885 per 1,000 gallons. Falmouth will not change its wholesale rates for water at this time.

3. Pendleton has proposed to increase the rates to its customers effective July 15, 1994.

4. During the 12 months ending April 30, 1994, Pendleton purchased 63,804,300 gallons of water from Campbell and 34,190,000 gallons of water from Falmouth for total purchases of 97,994,300

gallons of water. During that same period of time, Pendleton sold 84,677,889 gallons of water.

5. Pendleton's calculations are correct and show an increase in purchased water cost of \$2,903, resulting in a purchased water adjustment of 3 cents per 1,000 gallons. Based on an average monthly usage of 5,000 gallons, the average bill of Pendleton's customers would increase 15 cents from \$25.75 to \$25.90 or 0.5826 percent.

6. The proposed minimum bill rate for Pendleton County High School is incorrect and should be denied. The other proposed rates are correct and should be approved.

7. The purchased water adjustment of 3 cents per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The proposed minimum bill rate for Pendleton County High School is hereby denied. The other proposed rates are hereby approved.

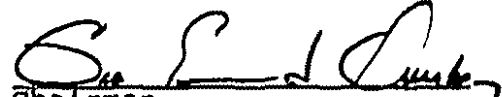
2. The purchased water adjustment of 3 cents per 1,000 gallons and the rates in Appendix A are approved for services rendered on and after July 15, 1994.

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

4. Within 30 days of the date of this Order, Pendleton shall file verification that the notice to its customers has been given.

Done at Frankfort, Kentucky, this 27th day of June, 1994.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 94-229 DATED JUNE 27, 1994

The following rates and charges are prescribed for the customers in the area served by Pendleton 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.

RESIDENTIAL CUSTOMERS:

First	2,000 Gallons (Minimum Bill)	\$	10.81
Next	3,000 Gallons per 1,000 Gallons		5.03
Next	10,000 Gallons per 1,000 Gallons		4.93
Over	15,000 Gallons per 1,000 Gallons		4.76

GRIFFIN INDUSTRIES, INC.

First	400,000 Gallons (Minimum Bill)	\$1,907.80
Over	400,000 Gallons per 1,000 Gallons	4.76

PENDLETON COUNTY HIGH SCHOOL

First	125,000 Gallons (Minimum Bill)	\$	596.18
Over	125,000 Gallons per 1,000 Gallons		4.76