

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT )  
OF CUMBERLAND COUNTY WATER )     CASE NO. 96-411  
DISTRICT                             )

O R D E R

On August 23, 1996, Cumberland County Water District ("Cumberland County") 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. Cumberland County proposes to pass the purchased water adjustment through to its Division 2 - South Cumberland customers since Division 1 - Marrowbone produces its own water.

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

1. Cumberland County, Division 2, purchases water from the City of Burkesville ("Burkesville").
2. Effective July 25, 1996, Burkesville increased its rates for wholesale water from \$1.20 per 1,000 gallons to \$1.67 per 1,000 gallons.
3. Cumberland County proposed to increase the rates to its Division 2 customers effective September 1, 1996.
4. During the 12 months ending June 30, 1996, Cumberland County purchased 59,696,000 gallons of water from Burkesville. During that same period of time, Cumberland County sold 44,176,000 gallons of water.

5. Cumberland County's purchased water adjustment calculations show an increase in purchased water cost of \$17,484.00, resulting in a purchased water adjustment of 40 cents per 1,000 gallons. Based on an average monthly usage of 5,000 gallons, monthly bills to Cumberland County, Division 2, customers would increase from \$25.25 to \$27.25, an increase of 9.2 percent.

6. The purchased water adjustment of 40 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.

7. Cumberland County's proposed tariff is correct and should be approved.

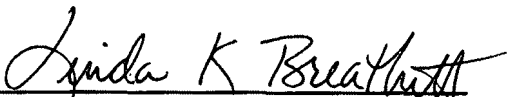
IT IS THEREFORE ORDERED that:


1. The purchased water adjustment of 40 cents per 1,000 gallons and the rates in Appendix A are approved for services rendered to Division 2 customers on and after September 1, 1996.

2. Cumberland County's proposed tariff is approved.

Done at Frankfort, Kentucky, this 23rd day of September, 1996.

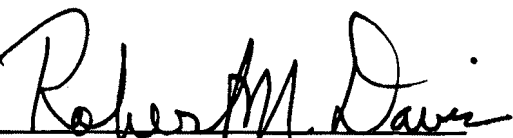
PUBLIC SERVICE COMMISSION

  
Chairman

  
Vice Chairman

ATTEST:

  
Executive Director

  
Commissioner

## APPENDIX A

### APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 96-411 DATED SEPTEMBER 23, 1996

The following rates and charges are prescribed for the customers in the area served by Cumberland County Water District, Division 2. 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.

#### Monthly Rates:

##### 5/8" x 3/4" Meter

First	2,000	Gallons	\$12.70	Minimum Bill
Next	3,000	Gallons	4.85	Per 1,000 Gallons
Next	5,000	Gallons	3.80	Per 1,000 Gallons
All Over	10,000	Gallons	2.70	Per 1,000 Gallons

##### 1" Meter

First	2,000	Gallons	\$26.05	Minimum Bill
Next	5,000	Gallons	3.80	Per 1,000 Gallons
All Over	10,000	Gallons	2.70	Per 1,000 Gallons

##### 1-1/2" Meter

First	12,500	Gallons	\$48.80	Minimum Bill
All Over	12,500	Gallons	2.70	Per 1,000 Gallons

##### 2" Meter

First	25,000	Gallons	\$77.55	Minimum Bill
All Over	25,000	Gallons	2.70	Per 1,000 Gallons

##### 3" Meter

First	35,000	Gallons	\$100.55	Minimum Bill
All Over	35,000	Gallons	2.70	Per 1,000 Gallons

##### 4" Meter

First	35,000	Gallons	\$135.05	Minimum Bill
All Over	35,000	Gallons	2.70	Per 1,000 Gallons