

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF)	
TRI-VILLAGE WATER DISTRICT)	CASE NO. 99-177

O R D E R

On May 4, 1999, Tri-Village Water District (Tri-Village) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068.

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

1. Tri-Village purchases its water from Owenton Water Works (Owenton").
2. Owenton increased the wholesale water rate charged to Tri-Village from \$1.28 per 1,000 gallons to \$2.15 per 1,000 gallons purchased effective February 22, 1999. This rate includes a \$0.04 per 1,000 gallon surcharge to be in effect for the next three years.
3. During the 12 months ending February 15,1999, Tri-Village purchased a total of 107,321,000 gallons of water and sold 84,768,400 gallons.
4. The increase in the cost of purchased water is \$93,369.27, resulting in a purchased water adjustment of \$1.10 per 1,000 gallons of water. Based on a monthly usage of 5,000 gallons, the average bill of a Tri-Village customer would increase \$5.50 from \$27.60 to \$33.10 or 19.93 percent.
5. The calculations provided by Tri-Village are correct.

6. The purchased water adjustment of \$1.10 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 purchased water adjustment of \$1.10 per 1,000 gallons and the rates in Appendix A are approved for services rendered on and after April 15, 1999.

2. At such time as Tri-Village no longer pays the \$0.04 surcharge to Owenton, Tri-Village shall file a revised tariff reducing its rate by \$0.04 per 1,000 gallons.

3. The tariff submitted by Tri-Village is hereby rejected as filed for failure to use proper tariff form.

4. Within 20 days of the date of this Order, Tri-Village shall file a new tariff.

5. Within 20 days of the date of this Order, Tri-Village shall file verification that notice to its customers has been given.

Done at Frankfort, Kentucky, this 3rd day of June, 1999.

By the Commission

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 99-177 DATED JUNE 3, 1999

The following rates and charges are prescribed for the customers in the area served by Tri-Village 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.

Monthly Water Rates

First	2,000 gallons	\$16.78	Minimum bill
Next	4,000 gallons	5.44	per 1,000 gallons
Next	4,000 gallons	5.34	per 1,000 gallons
Next	10,000 gallons	5.24	per 1,000 gallons
Over	20,000 gallons	5.04	per 1,000 gallons