

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF)
GARRARD COUNTY WATER ASSOCIATION, INC.) CASE NO. 2000-179

O R D E R

On April 18, 2000, Garrard County Water Association, Inc. ("Garrard County") 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. Garrard County purchases water from two suppliers, the city of Lancaster ("Lancaster") and Berea College Utilities ("Berea").
2. Lancaster increased the wholesale water rate charged to Garrard County from \$1.34 per 1,000 gallons to \$1.45 per 1,000 gallons, effective May 1, 2000. Berea did not increase its rate to Garrard County.
3. During the 12 months ending February 29, 2000, Garrard County purchased a total of 294,264,580 gallons of water and sold 238,058,120 gallons.
4. The increase in the cost of purchased water is \$29,423.15, resulting in a purchased water adjustment of \$0.12 per 1,000 gallons of water. Based on a monthly usage of 5,000 gallons, the average bill of a Garrard County customer would increase \$0.60 from \$24.80 to \$25.40 or 2.4 percent.

5. The calculations and tariff provided by Garrard County are correct and should be approved.

6. The purchased water adjustment of \$0.12 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 \$0.12 per 1,000 gallons and the rates in Appendix A are approved for services rendered on and after May 10, 2000.

2. The tariff submitted by Garrard County is hereby approved as filed.

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

Done at Frankfort, Kentucky, this 12th day of May, 2000.

By the Commission

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2000-179 DATED MAY 12, 2000

The following rates and charges are prescribed for the customers in the area served by Garrard County Water Association, Inc. 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

5/8 Inch x 3/4 Inch Meter

First	1,000 gallons	\$9.74	Minimum bill
Next	1,000 gallons	4.84	per 1,000 gallons
Next	1,000 gallons	3.74	per 1,000 gallons
Next	2,000 gallons	3.54	per 1,000 gallons
Over	5,000 gallons	3.24	per 1,000 gallons

1 Inch Meter

First	5,000 gallons	\$25.40	Minimum bill
Over	5,000 gallons	3.24	per 1,000 gallons

1-1/2 Inch Meter

First	10,000 gallons	\$41.60	Minimum bill
Over	10,000 gallons	3.24	per 1,000 gallons

2 Inch Meter

First	25,000 gallons	\$90.20	Minimum bill
Over	25,000 gallons	3.24	per 1,000 gallons

Bulk Sales

\$4.25	per 1,000 gallons
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