

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT )  
OF GARRARD COUNTY WATER ) CASE NO. 2002-00005  
ASSOCIATION )

O R D E R

On December 12, 2001, Garrard County Water Association ( Garrard County ) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.012 and 807 KAR 5:068.

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

1. Garrard County purchases water from the city of Lancaster ( Lancaster ), the city of Danville ( Danville ), and Berea College Utilities ( Berea College ).

2. Lancaster notified Garrard County that effective with its January 11, 2002 billing its wholesale water rate would increase from \$1.45 per gallon to \$1.70 per gallon. Garrard County proposes to increase the water rates to its customers effective with the date of this Order.

3. During the 12 months ending October 31, 2001, Garrard County purchased 188,154,200 gallons of water from Lancaster, 87,214,290 gallons of water from Danville, 29,777,150 gallons of water from Berea College, and sold 245,878,800 gallons. The increase in the cost of purchased water is \$47,039, resulting in a purchased water adjustment of \$.19 per 1000 gallons. Based on an average monthly

usage of 5,000 gallons, the average bill of Garrard County's customers would rise \$0.95 from \$25.40 to \$26.35 or 4.0 percent.

4. The purchased water adjustment of \$0.19 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of \$0.19 per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services rendered on and after January 11, 2002.

2. The proposed tariff sheets filed by Garrard County are approved as filed.

Done at Frankfort, Kentucky, this 25<sup>th</sup> day of January, 2002.

By the Commission

ATTEST:

  
Executive Director

## APPENDIX A

### APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2002-00005 DATED January 25, 2002

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

##### Residential, Farm and Small Commercial 5/8 Inch x 3/4 Inch Meter

First	1,000 gallons	\$ 9.93	Minimum bill
Next	1,000 gallons	5.03	per 1,000 gallons
Next	1,000 gallons	3.93	per 1,000 gallons
Next	2,000 gallons	3.73	per 1,000 gallons
All Over	5,000 gallons	3.43	per 1,000 gallons

##### Large Commercial, Dairy Farm and School Connections 1 Inch Meter

First	5,000 gallons	\$ 26.35	Minimum bill
All Over	5,000 gallons	3.43	per 1,000 gallons

##### 1 an 1/2 Inch Meter

First	10,000 gallons	\$ 43.50	Minimum bill
All Over	10,000 gallons	3.43	per 1,000 gallons

##### 2 Inch Meter

First	25,000 gallons	\$ 94.95	Minimum bill
All Over	25,000 gallons	3.43	per 1,000 gallons

##### Bulk Sales

\$ 4.50 per 1,000 gallons