

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)	
OF EAST PENDLETON COUNTY)	CASE NO. 2004-00050
WATER DISTRICT)	

O R D E R

On February 17, 2004, East Pendleton County Water District ("East Pendleton") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.012 and 807 KAR 5:068.

The city of Falmouth ("Falmouth"), a municipal water system, notified East Pendleton that effective with its March 2004 consumption its wholesale water rate would increase from \$1.85 per thousand gallon to \$1.98 per thousand gallon.

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

1. East Pendleton purchases water from Falmouth.
2. Falmouth notified East Pendleton that effective with its March 2004 consumption its wholesale water rate would increase from \$1.85 per thousand gallon to \$1.98 per thousand gallon.
3. During the 12 months ending December 31, 2003, East Pendleton purchased 91,604,400 gallons of water from Falmouth and sold 80,346,820 gallons. The increase in the cost of purchased water is \$11,909, resulting in a purchased water adjustment of \$0.15 per 1,000 gallons. Based on an average monthly usage of 5,000

gallons, a customer's monthly bill will increase \$0.75 from \$43.04 to \$43.79 or 1.71 percent.

4. The purchased water adjustment of \$0.15 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of \$0.15 per 1,000 gallons is fair, just, and reasonable.

2. The retail rates for East Pendleton in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services rendered on and after March 15, 2004.

3. The proposed tariff sheets filed by East Pendleton are approved as filed.

Done at Frankfort, Kentucky, this 16th day of March, 2004.

By the Commission

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2004-00050 DATED March 16, 2004

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

5/8" x 3/4" Meters

First	1,000	gallons	\$ 17.75	Minimum bill
Next	99,000	gallons	6.51	per 1,000 gallons
All Over	100,000	gallons	5.55	per 1,000 gallons

1 1/4" Meters

First	20,000	gallons	\$ 141.44	Minimum bill
Next	80,000	gallons	6.51	per 1,000 gallons
All Over	100,000	gallons	5.55	per 1,000 gallons

2" & 3" Meters

First	100,000	gallons	\$ 662.44	Minimum bill
All Over	100,000	gallons	5.55	per 1,000 gallons