

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT	)	CASE NO.
OF FLEMING COUNTY WATER	)	2004-00192
ASSOCIATION, INC.	)	

O R D E R

On May 21, 2004, Fleming County Water Association, Inc. ("Fleming 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. Fleming County purchases water from the Western Fleming County Water District ("Western Fleming"), the city of Flemingsburg ("Flemingsburg"), Rowan Water, Inc. ("Rowan Water"), the city of Vanceburg ("Vanceburg") and the city of Maysville ("Maysville").

2. Western Fleming notified Fleming County that effective July 17, 2002 its wholesale water rate would increase from \$1.38 per 1,000 gallons to \$1.43 per 1,000 gallons.

3. Flemingsburg notified Fleming County that effective November 1, 2002 its wholesale water rate would increase from 1.92 per 1,000 gallons to 2.21 per 1,000 gallons.

4. Rowan Water notified Fleming County that effective February 1, 2004 its wholesale water rate would increase from 1.30 per 1,000 gallons to 1.75 per 1,000 gallons.

5. Fleming County proposes to increase the water rates to its customers effective July 1, 2004.

6. During the 12 months ending March 31, 2004, Fleming County purchased 73,358,900 gallons of water from Flemingsburg, 52,529,400 gallons of water from Western Fleming, 92,383,200 gallons of water from Rowan Water, 33,590,000 gallons of water from Vanceburg and 6,249,600 gallons of water from Maysville and sold 205,749,320 gallons. The increase in the cost of purchased water is \$65,472.91, resulting in a purchased water adjustment of \$0.32 per 1,000 gallons.

7. The purchased water adjustment of \$0.32 per 1,000 gallons is fair, just, and reasonable and should be approved.

8. The revised tariff sheet submitted by Fleming County does not contain an original signature and should be rejected.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of \$0.32 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 July 1, 2004.

2. Within 20 days of the date of this Order, Fleming County shall file with the Commission a signed revised tariff sheet showing the rates approved herein.

Done at Frankfort, Kentucky, this 14<sup>th</sup> day of June, 2004.

ATTEST:

  
Executive Director

## APPENDIX A

### APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2004-00192 DATED June 14, 2004

The following rates and charges are prescribed for the customers in the area served by Fleming 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

First	2,000 gallons	\$13.15 Minimum Bill
Next	8,000 gallons	5.75 per 1,000 gallons
Next	40,000 gallons	4.05 per 1,000 gallons
Over	50,000 gallons	3.10 per 1,000 gallons