

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)	
OF GRAYSON COUNTY WATER)	CASE NO. 2004-00291
DISTRICT)	

O R D E R

On July 22, 2004, Grayson County Water District ("Grayson 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. Grayson County purchases water from the city of Leitchfield ("Leitchfield"). Leitchfield, a municipal water system, notified Grayson County that its wholesale water rate would increase pursuant to previous agreements with Grayson County. On July 30, 2004, Leitchfield increased its rate from \$1.274 per 1,000 gallons to \$1.439 per 1,000 gallons.
2. During the 12 months ending June 30, 2004, Grayson County purchased 144,478,500 gallons of water from Leitchfield, produced 206,482,178 gallons, and sold 311,424,103 gallons. The increase in the cost of purchased water is \$23,839, resulting in a purchased water adjustment of \$0.08 per 1,000 gallons. Based on an average monthly usage of 5,000 gallons, a customer's monthly bill will increase \$0.40 from \$32.49 to \$32.89 or 1.23%.

3. The purchased water adjustment of \$0.08 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of \$0.08 per 1,000 gallons is approved.
2. The retail rates for Grayson County in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services rendered on and after August 11, 2004.
3. The proposed tariff sheets filed by Grayson County are accepted as filed.

Done at Frankfort, Kentucky, this 23rd day of August, 2004.

By the Commission

ATTEST:



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2004-00291 DATED AUGUST 23, 2004

The following rates and charges are prescribed for the customers in the area served by Grayson 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 Inch x 3/4 Inch Meter

First	1,500 gallons	\$12.87 Minimum Bill
Next	8,500 gallons	5.72 per 1,000 gallons
Next	40,000 gallons	4.73 per 1,000 gallons
Next	100,000 gallons	3.96 per 1,000 gallons
Over	150,000 gallons	3.19 per 1,000 gallons

Minimum Bills for other sized meters:

3/4 Inch Meter	3,000 gallons	\$21.90 Minimum Bill
1 Inch Meter	5,000 gallons	33.81 Minimum Bill
1 1/2 Inch Meter	10,000 gallons	67.98 Minimum Bill
2 Inch Meter	16,000 gallons	97.74 Minimum Bill
3 Inch Meter	30,000 gallons	189.09 Minimum Bill
4 Inch Meter	50,000 gallons	289.20 Minimum Bill
6 Inch Meter	100,000 gallons	537.41 Minimum Bill
8 Inch Meter	160,000 gallons	813.75 Minimum Bill
10 Inch Meter	550,000 gallons	2,084.79 Minimum Bill