

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)	CASE NO.
OF JESSAMINE-SOUTH ELKHORN)	2005-00159
WATER DISTRICT)	

O R D E R

On April 14, 2005, Jessamine-South Elkhorn Water District ("Jessamine-South") 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. Jessamine-South purchases water from the city of Nicholasville ("Nicholasville") and the Kentucky-American Water Company ("Kentucky-American").
2. Kentucky-American notified Jessamine-South that, effective with service rendered on and after December 1, 2004, Kentucky-American's wholesale water rate to Jessamine-South would increase from \$1.9820 per 1,000 gallons to \$2.1570 per 1,000 gallons and the service charge would increase from \$365.50 per month to \$397.50 per month.
3. During the 12 months ending February 28, 2005, Jessamine-South purchased 22,928,710 gallons of water from Nicholasville and 177,832,500 gallons of water from Kentucky-American, and it sold 182,080,450 gallons. The increase in the cost of purchased water is \$31,505.67, resulting in a purchased water adjustment of \$0.17 per 1,000 gallons.

4. The purchased water adjustment of \$0.17 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. Jessamine-South's proposed rates are approved.

2. The purchased water adjustment of \$0.17 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 March 1, 2005.

3. The proposed tariff sheets filed by Jessamine-South are approved as filed.

Done at Frankfort, Kentucky, this 28th day of April, 2005.

By the Commission

ATTEST:

A handwritten signature in black ink, consisting of several overlapping loops and flourishes, positioned above a horizontal line.

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2005-00159 DATED April 28, 2005

The following rates and charges are prescribed for the customers in the area served by Jessamine-South Elkhorn 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

3/4" x 5/8" Meter:

First	2,000 gallons	\$21.72 Minimum Bill
Next	2,000 gallons	5.21 per 1,000 gallons
Next	2,000 gallons	5.11 per 1,000 gallons
Next	10,000 gallons	5.01 per 1,000 gallons
Next	8,000 gallons	4.91 per 1,000 gallons
Over	24,000 gallons	4.81 per 1,000 gallons

1" Meter:

First	10,000 gallons	\$62.40 Minimum Bill
Next	6,000 gallons	5.01 per 1,000 gallons
Next	8,000 gallons	4.91 per 1,000 gallons
Over	24,000 gallons	4.81 per 1,000 gallons

2" Meter:

First	24,000 gallons	\$131.74 Minimum Bill
Over	24,000 gallons	4.81 per 1,000 gallons