COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
OF DEXTER-ALMO HEIGHTS) CASE NO. 2005-00346
WATER DISTRICT)

ORDER

On August 30, 2005, Dexter-Almo Heights Water District ("Dexter-Almo") 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. Dexter-Almo purchases water from the city of Murray ("Murray").
- 2. Murray notified Dexter-Almo that, effective with Murray's August 1, 2005 billing, Dexter-Almo's wholesale water rate would increase from \$1.45 per 1,000 gallons to \$1.66 per 1,000 gallons. Dexter-Almo proposes to increase the water rates to its customers effective on and after October 1, 2005.
- 3. During the 12 months ending July 31, 2005, Dexter-Almo purchased 37,486,000 gallons of water from Murray and sold 36,584,000 gallons. The increase in the cost of purchased water is \$7,872.06, resulting in a purchased water adjustment of \$0.22 per 1,000 gallons.
- 4. The purchased water adjustment of \$0.22 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

- 1. The proposed rates by Dexter-Almo are approved.
- 2. The purchased water adjustment of \$0.22 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 October 1, 2005.
- 3. Within 20 days of the date of this Order, Dexter-Almo shall file with the Commission revised tariff sheets showing the rates approved herein.

Done at Frankfort, Kentucky, this 23rd day of September, 2005.

By the Commission

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2005-00346 DATED September 23, 2005

The following rates and charges are prescribed for the customers in the area served by Dexter-Almo Heights 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.

A: MONTHLY RATES:

First	2,000	gallons	\$11.61 Minimum Bill
Next	3,000	gallons	4.18 per 1,000 gallons
Next	5,000	gallons	3.48 per 1,000 gallons
Next	10,000	gallons	3.18 per 1,000 gallons
Over	20,000	gallons	2.18 per 1,000 gallons