

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT) CASE NO.
OF KIRKSVILLE WATER ASSOCIATION) 2008-00214

ORDER

On June 13, 2008, Kirksville Water Association (“Kirksville Water”) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹

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

1. Kirksville Water purchases water from Richmond Utilities (“Richmond Utilities”).
2. On March 31, 2008, Richmond Utilities notified Kirksville Water that, effective April 1, 2008, its Kentucky River Authority (“KRA”) withdrawal fee charge to Kirksville Water would increase from \$0.04 per 100 cubic feet of water to \$0.065 per 100 cubic feet.
3. Kirksville Water proposes a factor of \$0.04 per 1,000 gallons for its customers, effective June 30, 2008.
4. The purchased water adjustment factor of \$0.04 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. Kirksville Water’s proposed rates are approved.

¹ KRS 278.012 and 807 KAR 5:068.

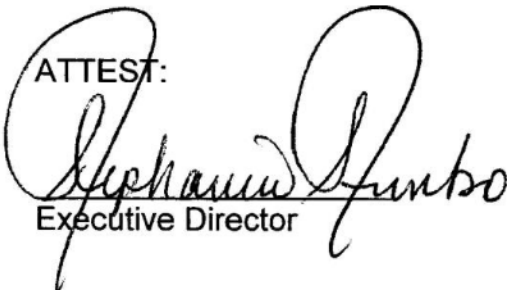
2. The purchased water adjustment factor of \$0.04 per 1,000 gallons as calculated in Appendix A is approved.

3. The rates set forth in Appendix B are fair, just, and reasonable and are approved for service that Kirksville Water renders on or after June 30, 2008.

4. The revised tariff sheets submitted by Kirksville Water with the application are approved.

Done at Frankfort, Kentucky, this 16th day of June, 2008.

By the Commission

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2008-00214 DATED JUNE 16, 2008

	New Rate	Base Rate
Kirksville Water		
Purchases in cubic feet	16,252,400	16,252,400
Volumetric rate	<u>\$ 0.065/100</u>	<u>\$ 0.04/100</u>
	\$ 10,564.06	\$ 6,500.96

Richmond KRA Fee Increase \$4,063

Increased water cost	\$ 4,063
Divided by gallons sold	<u>103,278,127</u>
Purchased water adjustment factor	\$ 0.04 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2008-00214 DATED JUNE 16, 2008

The following rates and charges are prescribed for the customers in the area served by Kirksville Water Association. 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.

RATES

Monthly Water Rates

First	2,000 gallons	16.48 per 1,000 gallons
Next	3,000 gallons	7.92 per 1,000 gallons
Next	5,000 gallons	6.58 per 1,000 gallons
Over	10,000 gallons	5.47 per 1,000 gallons