

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
OF SOUTH ANDERSON WATER) CASE NO. 2008-00343
DISTRICT)

ORDER

On August 25, 2008, South Anderson Water District ("South Anderson") 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. South Anderson purchases water from the city of Lawrenceburg ("Lawrenceburg") and Frankfort Electric and Water Plant Board ("Frankfort").
2. Lawrenceburg notified South Anderson that, effective with its October 1, 2008 billing, the wholesale rate would increase 10 cents (\$0.10) per 1,000 gallons.
3. South Anderson proposes a purchased water adjustment factor of \$0.10 per 1,000 gallons.
4. During the 12-month period ending June 30, 2008, South Anderson purchased 150,021,000 gallons from Lawrenceburg and 29,220,600 gallons from Frankfort Plant Board and sold 146,748,330 gallons of water during the same time

¹ KRS 278.015 and 807 KAR 5:067.

period. The increase in the cost of purchased water is \$15,002.10, resulting in a purchased water adjustment factor of \$0.10 per 1,000 gallons.

5. The purchased water adjustment factor of \$0.10 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The rates proposed by South Anderson are approved.

2. The purchased water adjustment factor of \$0.10 per 1,000 gallons as calculated in Appendix A, which is attached hereto and incorporated herein, is approved.

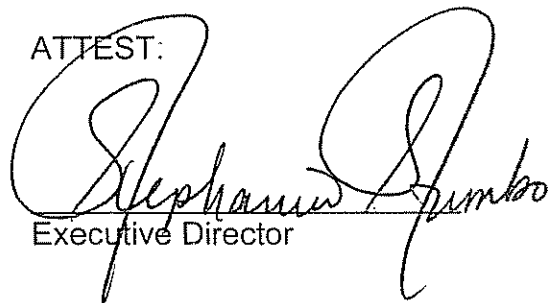
3. The rates in Appendix B, which is attached hereto and incorporated herein, are fair, just, and reasonable and are approved for service provided on or after October 1, 2008.

4. Within 20 days of the date of this Order, South Anderson shall file with the Commission revised tariff sheets showing the rates approved herein.

Done at Frankfort, Kentucky, this 24th day of September, 2008.

By the Commission

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
 COMMISSION IN CASE NO. 2008-00343 DATED SEPTEMBER 24, 2008

	New Rate	Base Rate
City of Lawrenceburg		
Purchases in gallons	150,021,000	150,021,000
Volumetric rate		
First 96,000,000	\$2.10/1,000	\$2.00/1,000
Over 96,000,000	<u>\$2.25/1,000</u>	<u>\$2.15/1,000</u>
	\$323,147.25	\$308,145.15
Increased water cost	\$15,002.10	
Frankfort Plant Board		
Purchases in gallons	29,220,600	
No change in rate		
Increased water cost	\$15,002.10	
Increased water cost		\$15,002.10
Divided by gallons sold		<u>146,748,330</u>
Purchased water adjustment factor		\$0.10 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2008-00343 DATED SEPTEMBER 24, 2008

The following rates and charges are prescribed for the customers in the area served by South Anderson 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.

RATES AND CHARGES

Monthly Water Rates

First	2,000 gallons	\$16.35	Minimum Bill
Next	1,000 gallons	8.01	per 1,000 gallons
Next	2,000 gallons	6.96	per 1,000 gallons
Next	2,000 gallons	5.97	per 1,000 gallons
Next	3,000 gallons	4.93	per 1,000 gallons
All Over	10,000 gallons	4.60	per 1,000 gallons