

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

PURCHASED WATER ADJUSTMENT OF)
HARDIN COUNTY WATER DISTRICT) CASE NO. 9311
NO. 2)

O R D E R

On April 4, 1985, Hardin County Water District No. 2 ("Hardin No. 2") filed its application with the Public Service Commission ("Commission") seeking authority to adjust its rates in accordance with 807 KAR 5:067. On April 24, May 17, and May 30, 1985, the Commission requested that additional information be filed. The required information was filed on May 28, and June 11, 1985, and the record is now complete.

The Commission, having reviewed the evidence of record and being advised, is of the opinion and finds that:

1. Hardin No. 2's supplier, Hardin County Water District No. 1, increased its rate for wholesale water from \$.70 to \$.7914 per 1,000 gallons, effective November 20, 1984.
2. Hardin No. 2 also purchases water from the City of Elizabethtown ("City"). There was no increase in the cost of water purchased from the City.
3. The statements of water purchased and sold filed by Hardin No. 2 for the 12-month period ending December 31, 1984, show that its water loss is approximately 15 percent, which is in

the range allowed by the Commission. Therefore, total purchases will be considered in calculating the permissible increase.

4. The calculations made by Hardin No. 2 are correct and show that the total allowable increase in purchased water costs is \$50,287, resulting in a purchased water adjustment of \$.10 per 1,000 gallons.

5. The financial exhibits filed by Hardin No. 2 indicate that it cannot absorb any of this increase in the wholesale cost of water.

6. The purchased water adjustment in the amount of \$.10 per 1,000 gallons and the rates in Appendix A are fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that the purchased water adjustment in the amount of \$.10 per 1,000 gallons and the rates in Appendix A be and they hereby are approved for services rendered on and after the date of this Order.

IT IS FURTHER ORDERED that for future application of the purchased water adjustment clause of Hardin No. 2, the base rates for purchased water shall be:

<u>Supplier</u>	<u>Rate</u>
City of Elizabethtown	\$1.43 per 1,000 gallons
Hardin County Water District No. 1	.7914 per 1,000 gallons

IT IS FURTHER ORDERED that within 30 days of the date of this Order, Hardin No. 2 shall file its revised tariff sheets setting out the purchased water adjustment clause and the rates approved herein.

Done at Frankfort, Kentucky, this 5th day of September, 1985.

PUBLIC SERVICE COMMISSION

Richard D. Heman
Chairman

Richard D. L.
Vice Chairman

Spencer N. Williams
Commissioner

ATTEST:

Secretary

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 9311 DATED SEPTEMBER 5, 1985

The following rates and charges are prescribed for customers in the area served by Hardin County Water District No. 2. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

RATES: Monthly

5/8 x 3/4-Inch Connection

First 2,000 gallons	\$ 8.35	Minimum Bill
Next 2,000 gallons	2.55	per 1,000 gallons
Next 6,000 gallons	2.05	per 1,000 gallons
Next 30,000 gallons	1.70	per 1,000 gallons
Next 60,000 gallons	1.45	per 1,000 gallons
Over 100,000 gallons	1.25	per 1,000 gallons

1-Inch Connection

First 5,000 gallons	\$ 15.50	Minimum Bill
Next 5,000 gallons	2.05	per 1,000 gallons
Next 30,000 gallons	1.70	per 1,000 gallons
Next 60,000 gallons	1.45	per 1,000 gallons
Over 100,000 gallons	1.25	per 1,000 gallons

1 1/2-Inch Connection

First 10,000 gallons	25.75	Minimum Bill
Next 30,000 gallons	1.70	per 1,000 gallons
Next 60,000 gallons	1.45	per 1,000 gallons
Over 100,000 gallons	1.25	per 1,000 gallons

2-Inch Connection

First 20,000 gallons	42.75	Minimum Bill
Next 20,000 gallons	1.70	per 1,000 gallons
Next 60,000 gallons	1.45	per 1,000 gallons
Over 100,000 gallons	1.25	per 1,000 gallons

3-Inch Connection

First 30,000 gallons	59.75 Minimum Bill
Next 10,000 gallons	1.70 per 1,000 gallons
Next 60,000 gallons	1.45 per 1,000 gallons
Over 100,000 gallons	1.25 per 1,000 gallons

4-Inch Connection

First 50,000 gallons	91.25 Minimum Bill
Next 50,000 gallons	1.45 per 1,000 gallons
Over 100,000 gallons	1.25 per 1,000 gallons

6-Inch Connection

First 100,000 gallons	\$ 163.75 Minimum Bill
Over 100,000 gallons	1.25 per 1,000 gallons