

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF)
LEXINGTON-SOUTH ELKHORN WATER) CASE NO. 9712
DISTRICT)

O R D E R

On October 14, 1986, Lexington-South Elkhorn Water District ("Lexington-South Elkhorn") filed its revised tariff sheet with the Public Service Commission ("Commission") for the purpose of adjusting its rates pursuant to KRS 278.015 and 807 KAR 5:068.

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

1. Lexington-South Elkhorn's supplier, Kentucky-American Water Company ("Kentucky-American"), increased its rates for wholesale water pursuant to an Order of the Commission in Case No. 9482, dated July 8, 1986.¹

2. Subsequently, on October 15, 1986, the Commission entered an Order on Rehearing in Case No. 9482, which prescribed a reduction from the initial rates granted, effective on and after October 15, 1986.

3. Lexington-South Elkhorn was not aware of the Order on Rehearing at the time its revised tariff was filed. The Commission, therefore, takes note of the rates prescribed on rehearing

¹ Case No. 9482, Notice of Adjustment of Rates of Kentucky-American Water Company, Final Order dated July 8, 1986.

and has calculated the purchased water adjustment in accordance with those rates.

4. Lexington-South Elkhorn purchased 103,725,000 gallons of water and sold 86,828,690 gallons during the 12-month period ending August 6, 1986.

5. Lexington-South Elkhorn increased its rates to its customers effective for services rendered on and after October 10, 1986.

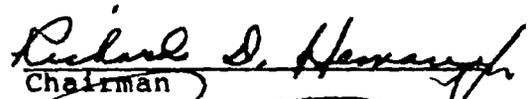
6. The increase in purchased water costs under the Commission's July 8, 1986, Order would have been \$9,457. The increase under the Order on Rehearing is \$9,108, a difference of \$348. However, the resulting purchased water adjustment of \$.11 per 1,000 gallons is not changed.

7. The tariff sheet filed by Lexington-South Elkhorn is correct and should be approved.

IT IS THEREFORE ORDERED that the rates as adjusted by Lexington-South Elkhorn and shown in Appendix A be and they hereby are approved for services rendered on and after October 10, 1986.

Done at Frankfort, Kentucky, this 27th day of October, 1986.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 9712 DATED OCTOBER 27, 1986.

The following rates and charges are prescribed for the customers in the area served by Lexington-South Elkhorn Water District. 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.

USAGE BLOCKS

MONTHLY RATES

5/8-Inch & 3/4-Inch Meters

First 2,000 Gallons	\$10.27 Minimum Bill
Next 2,000 Gallons	2.76 Per 1,000 Gallons
Next 2,000 Gallons	2.16 Per 1,000 Gallons
Next 10,000 Gallons	1.86 Per 1,000 Gallons
Next 8,000 Gallons	1.66 Per 1,000 Gallons
Over 24,000 Gallons	1.41 Per 1,000 Gallons

1-Inch Meters

First 10,000 Gallons	\$27.55 Minimum Bill
Next 6,000 Gallons	1.86 Per 1,000 Gallons
Next 8,000 Gallons	1.66 Per 1,000 Gallons
Over 24,000 Gallons	1.41 Per 1,000 Gallons

2-Inch Meters

First 24,000 Gallons	\$51.99 Minimum Bill
Over 24,000 Gallons	1.41 Per 1,000 Gallons