

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In The Matter of:

APPLICATION OF GREEN-TAYLOR WATER) CASE NO. 2009-00032
DISTRICT FOR AN ADJUSTMENT OF RATES)

ORDER

On July 10, 2009,¹ Green-Taylor Water District (“Green-Taylor”) filed its application with the Commission for an increase in its water rates and certain nonrecurring charges. The proposed rates would increase annual revenues by \$294,262, or 15.2 percent, over normalized revenue from water sales of \$1,922,864.

Commission Staff performed a limited financial review of Green-Taylor’s operations and, on March 16, 2010, issued a Staff Report containing its findings and recommendations concerning the proposed rates. In its report, Staff recommended that Green-Taylor’s proposed rates be denied and the rates in the Appendix to this Order be approved in their place. These rates will allow Green-Taylor to meet its operating expenses, service its debt, and provide for future equity growth. Staff, therefore, recommended that the rates in the Appendix be approved.

On March 16, 2010, the Commission issued an Order directing all parties to file written comments upon Staff’s findings and recommendations or to request a

¹ Green-Taylor first tendered its application on March 3, 2009. Because of deficiencies in that application, the Commission did not accept the application until July 10, 2009, when Green-Taylor supplemented the original application to comply with 807 KAR 5:001.

conference or hearing no later than March 30, 2010. As of the date of this Order, no comments or requests have been filed.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that:

1. The recommendations and findings contained in the Staff Report are supported by the evidence of record and are reasonable.

2. Based upon test-period operations, as adjusted for known and measurable changes, Green-Taylor requires \$2,320,199 from annual water sales to meet its reasonable operating expense, service its debt, and provide for equity growth.

3. Green-Taylor's proposed rates will not produce revenues that are sufficient to meet its annual revenue requirement of \$2,320,199.

4. Green-Taylor's proposal to adjust only the minimum water rate component of its present rates is unreasonable.

5. The rates set forth in the Appendix to this Order will produce annual revenue from water sales of \$2,320,199.

IT IS THEREFORE ORDERED that:

1. The findings and recommendations contained in the Staff Report are adopted and incorporated by reference into this Order as if fully set out herein.

2. Green-Taylor's proposed water rates are denied.

3. The rates are set forth in the Appendix to this Order are approved for service rendered by Green-Taylor on and after the date of this Order.

4. Within 30 days of the date of this Order, Green-Taylor shall file with the Commission its revised tariff setting out the rates approved herein.

By the Commission

ENTERED
APR 28 2010 *EW*
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:



Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2009-00032 DATED **APR 28 2010**

5/8" x 3/4" Meter

| | | |
|-------|----------------|------------------------|
| First | 2,000 gallons | \$ 19.72 Minimum Bill |
| Next | 3,000 gallons | 8.16 per 1,000 gallons |
| Next | 5,000 gallons | 6.46 per 1,000 gallons |
| Over | 10,000 gallons | 3.99 per 1,000 gallons |

3/4" Meter

| | | |
|-------|----------------|------------------------|
| First | 3,000 gallons | \$ 27.30 Minimum Bill |
| Next | 2,000 gallons | 8.16 per 1,000 gallons |
| Next | 5,000 gallons | 6.46 per 1,000 gallons |
| Over | 10,000 gallons | 3.99 per 1,000 gallons |

1" Meter

| | | |
|-------|----------------|------------------------|
| First | 5,000 gallons | \$ 42.44 Minimum Bill |
| Next | 5,000 gallons | 6.46 per 1,000 gallons |
| Over | 10,000 gallons | 3.99 per 1,000 gallons |

1 1/2" Meter

| | | |
|-------|----------------|------------------------|
| First | 10,000 gallons | \$ 71.79 Minimum Bill |
| Over | 10,000 gallons | 3.99 per 1,000 gallons |

2" Meter

| | | |
|-------|----------------|------------------------|
| First | 20,000 gallons | \$ 105.84 Minimum Bill |
| Over | 20,000 gallons | 3.99 per 1,000 gallons |

Larue County Wholesale \$ 2.55 per 1,000 gallons

Greensburg Wholesale \$ 2.16 per 1,000 gallons

Nonrecurring Charges

Meter Test Charge \$30.00

Reconnection Charge \$30.00

Returned Check Charge \$15.00

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