

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT) CASE NO. 2010-00085
FILING OF U.S. 60 WATER DISTRICT)

O R D E R

On February 24, 2010, U.S. 60 Water District ("U.S. 60 District") 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. U.S. 60 District purchases water from the Frankfort Electric and Water Plant Board ("Frankfort").
2. Frankfort reduced its wholesale rate to U.S. 60 District per Commission Order in Case No. 2008-00250,² effective April 6, 2009, from \$1.822 per 1,000 gallons to \$1.704 per 1,000 gallons. Frankfort further refunded \$4,597.18 to U.S. 60 District for charges resulting from Frankfort's placing its proposed rates into effect prior to resolution of the case pursuant to KRS 278.190.
3. U.S. 60 District proposed a purchased water adjustment factor of \$-0.16 per 1,000 gallons.
4. U.S. 60 District proposed an effective date of March 1, 2010.

¹ KRS 278.015; 807 KAR 5:068.

² Case No. 2008-00250, Proposed Adjustment of the Wholesale Water Service Rates of Frankfort Electric and Water Plant Board (Ky. PSC Apr. 6, 2009).

5. U.S. 60 District proposed to pass the refunded amount of \$4,597.18 from Frankfort to its customers over the next one-month billing cycle. U.S. 60 District estimated the monthly sales to be 9,036,800 gallons and calculated the refund amount to be \$0.50 per 1,000 gallons for the one-month period.

6. During the 12 months ending January 31, 2010, U.S. 60 District purchased a total of 175,815,300 gallons of water from Frankfort and sold a total of 129,209,500 gallons of water. The decrease in the cost of purchased water is \$20,746.21, resulting in a purchased water adjustment of \$-0.16 per 1,000 gallons.

7. A purchased water adjustment of \$-0.16 per 1,000 gallons is fair, just, and reasonable and should be approved.

8. The refund factor of \$0.50 per 1,000 gallons is fair, just and reasonable and should be approved.

IT IS HEREBY ORDERED that:

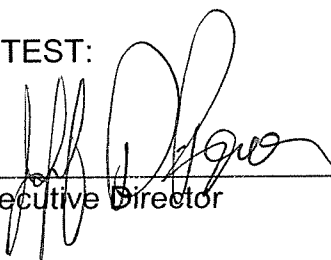
1. U.S. 60 District's proposed rates are approved.
2. The purchased water adjustment decrease of \$-0.16 per 1,000 gallons as calculated in Appendix A is approved and the rates in Appendix B, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services rendered on and after March 1, 2010.
3. The refund factor of \$0.50 per 1,000 gallons as calculated in Appendix A is approved.
4. U.S. 60 District shall credit its customers' accounts the amount resulting from the refund factor on bills sent out in April 2010.

5. Within 20 days of the date of this Order, U.S. 60 District shall file revised tariff sheets with the Commission showing the rates approved herein.

By the Commission

ENTERED
MAR - 8 2010 *M*
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2010-00085 DATED ~~MAR~~ - 8 2010

	Base Rate	New Rate
U.S. 60 Water District		
Purchases in gallons		
Frankfort Electric and		
Water Plant Board	175,815,300	175,815,300
Volumetric Rate	\$1.822/1,000	\$1.704/1,000
	\$320,335.48	\$299,589.27
Decreased water cost	\$20,746.21	
Decreased water cost		\$20,746.21
Divided by gallons sold		<u>129,209,500</u>
Purchased water adjustment increase factor		\$-0.16 per 1,000 gallons
Refund Amount		\$4,597.18
Divided by estimated sales		<u>9,036,800</u>
Divided by gallons sold		\$0.50 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2010-00085 DATED **MAR - 8 2010**

The following rates and charges are prescribed for the customers in the area served by U.S. 60 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.

Monthly Water Rates

5/8 x 3/4-Inch Meter

First	1,000	gallons	\$13.12	Minimum Bill
Next	2,000	gallons	6.67	per 1,000 gallons
Next	2,000	gallons	5.41	per 1,000 gallons
Over	5,000	gallons	4.80	per 1,000 gallons

1-Inch Meter

First	5,000	gallons	\$37.28	Minimum Bill
Over	5,000	gallons	4.80	per 1,000 gallons

2-Inch Meter

First	25,000	gallons	\$133.28	Minimum Bill
Over	25,000	gallons	4.80	per 1,000 gallons

Bulk Rate Users

First	1,000	gallons	\$2.96	Minimum Bill
Over	1,000	gallons	2.96	per 1,000 gallons

Wholesale Customers

First	25,000	gallons	\$133.28	Minimum Bill
Over	25,000	gallons	4.80	per 1,000 gallons

William Eggen
Chairman
U. S. 60 Water District of Shelby and Franklin
P. O. Box 97
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