COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF JESSAMINE-SOUTH)	CASE NO.
ELKHORN WATER DISTRICT FOR A TREATED)	2014-00090
SEWAGE ADJUSTMENT)	

ORDER

On March 25, 2014, the Commission accepted for filing Jessamine-South Elkhorn Water District's ("Jessamine") application for approval to adjust its rates pursuant to the treated sewage adjustment procedure.¹

The Commission, having reviewed the record and being sufficiently advised, finds that:

- 1. Lexington-Fayette Urban County Government ("LFUCG") agreed by contract dated January 3, 2003, to treat sewage transmitted from Jessamine. The contract allows sewer user fees to be calculated based upon the monthly water usage of all sewer service customers.
- 2. On April 1, 2014, LFUCG increased its wholesale sewage treatment rate to Jessamine from \$4.51 per 100 cubic feet to \$4.56 per 100 cubic feet.² Jessamine proposes to increase the sewage rates to its customers effective April 1, 2014.
- 3. During the 12 months ending January 31, 2014, Jessamine reported 5,532,098 cubic feet of water consumption (41,490,735 gallons) for its sewer

¹ KRS 278.015; 807 KAR 5:075.

² TFS 2014-00091 (Ky. PSC Filed Feb. 10, 2014); Letter from Dennis Brent Kirtley, Tariff Branch Manager, Public Service Commission, to David J. Barberie, LFUCG (March 14, 2014).

customers. The increase in the cost of treated sewer is \$2,766.05, resulting in a treated sewer adjustment of \$0.07 per 1,000 gallons.

4. The treated sewer adjustment of \$0.07 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

5. Jessamine's proposed rates, as set forth in Appendix B to this Order, are fair, just, and reasonable and should be approved for water service rendered on and after April 1, 2014.

IT IS THEREFORE ORDERED that:

- 1. The treated sewer adjustment of \$0.07 per 1,000 gallons is approved.
- 2. Jessamine's proposed rates are approved for sewer service rendered on and after April 1, 2014.
- 3. Within 20 days of the date of this Order, Jessamine shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing the rates approved herein.

By the Commission

ENTERED

APR 2 1 2014

KENTUCKY PUBLIC SERVICE COMMISSION

ATT**₽**Ş

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2014-00090 DATED APR 2 1 2014

Jessamine cubic feet	New Rate	Base Rate
Water consumption	5,532,098	5,532,098
Volumetric rate	<u>\$ 4.56/100</u>	\$ 4.51/100
	\$ 252,263.67	\$ 249,497.62

Increased water cost

\$2,766.05

Increased cost \$ 2,766.05

Divided by gallons of water sold/1,000 41,490,735

\$ 0.0667

Treated sewer adjustment factor

\$ 0.07 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2014-00090 DATED APR 2 1 2014

The following rates and charges are prescribed for the customers in the area served by Jessamine-South Elkhorn 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 Sewer Rates

First 2,000 Gallons

\$ 20.14 Minimum Bill

Over 2,000 Gallons

10.07 Per 1,000 Gallons

Diana Clark
Office Manager
Jessamine-South Elkhorn Water District
P. O. Box 731
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