

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF	)	CASE NO.
SOUTH 641 WATER DISTRICT	)	2015-00414

ORDER

On December 14, 2015, South 641 Water District ("South 641") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.<sup>1</sup>

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

1. South 641 purchases water from the city of Murray Water and Sewer System ("Murray").

2. On July 1, 2015, Murray notified South 641 that it would increase its wholesale rate to South 641 from \$1.83 per 1,000 gallons to \$2.01 per 1,000 gallons effective on January 1, 2016.<sup>2</sup> South 641 proposed to increase the water rates to its customers effective January 1, 2016, to reflect the increased cost of purchased water.

3. South 641 proposed a purchased water adjustment factor of \$0.19 per 1,000 gallons.

4. During the 12 months ended September 30, 2015, South 641 purchased 17,823,950 gallons of water from Murray and sold 17,025,110 gallons. The increase in the cost of purchased water is \$3,208.31, resulting in a purchased water adjustment factor of \$0.19 per 1,000 gallons.

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<sup>1</sup> KRS 278.015; 807 KAR 5:068.

<sup>2</sup> TFS 2015-00341 (Ky. PSC filed May 28, 2015); The tariff was accepted for filing by the Commission by letter dated July 1, 2015.

5. The purchased water adjustment factor of \$0.19 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

6. South 641'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 January 1, 2016.

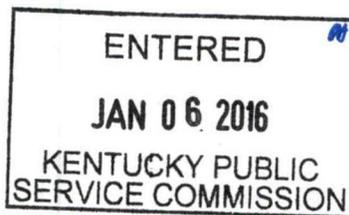
IT IS THEREFORE ORDERED that:

1. The purchased water adjustment factor of \$0.19 per 1,000 gallons is approved.

2. South 641's proposed rates are approved, as set forth in Appendix B to this Order, for water service rendered on and after January 1, 2016.

3. Within 20 days of the date of this Order, South 641 shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing the rates approved herein.

By the Commission



ATTEST:

  
Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 2015-00414 DATED **JAN 06 2016**

	New Rate	Base Rate
South 641		
Purchases in gallons		
Murray	17,823,950	17,823,950
Volumetric rate	<u>\$2.01/1,000</u>	<u>\$1.83/1,000</u>
	\$35,826.14	\$32,617.83
Increased water cost		\$3,208.31
Increased water cost		\$3,208.31
Divided by gallons sold/1,000		<u>17,025,110</u>
Purchased water adjustment factor		\$ 0.1884 per 1,000 gallons or \$ 0.19 per 1,000 gallons

## APPENDIX B

### APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2015-00414 DATED **JAN 06 2016**

The following rates and charges are prescribed for the customers in the area served by South 641 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

First	2,000 gallons	\$18.56 per 1,000 gallons
Next	3,000 gallons	7.05 per 1,000 gallons
Next	5,000 gallons	6.14 per 1,000 gallons
Over	10,000 gallons	5.25 per 1,000 gallons

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