

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)	CASE NO.
FILING OF DEXTER-ALMO HEIGHTS)	2016-00064
WATER DISTRICT)	

ORDER

On February 1, 2016, Dexter-Almo Heights Water District (“Dexter-Almo”) submitted an application 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. Dexter-Almo purchases water from the Murray Water and Sewer System (“Murray”).

2. On January 1, 2016, Murray increased its wholesale water rate to Dexter-Almo from \$1.83 per 1,000 gallons to \$2.01 per 1,000 gallons.² Dexter-Almo proposed to increase the water rates to its customers effective January 1, 2016, to reflect the increased cost of purchased water.

3. During the 12 months ended November 30, 2015, Dexter-Almo purchased 44,361,300 gallons of water and sold 38,394,800 gallons of water. The

¹ KRS 278.015; 807 KAR 5:068.

² TFS 2015-00339 (Ky. PSC filed May 28, 2015); The tariff was accepted for filing by the Commission by letter dated July 1, 2015.

increase in the cost of purchased water is \$7,985.03, resulting in a purchased water adjustment factor of \$0.21 per 1,000 gallons.

4. The purchased water adjustment factor of \$0.21 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

5. The rates as set forth in Appendix B to this Order are fair, just, and reasonable and should be approved for water service rendered by Dexter-Almo on and after January 1, 2016.

6. Murray has notified Dexter-Almo of its next wholesale rate increase effective July 1, 2016. Dexter-Almo should file its next purchased water adjustment between June 1, 2016, and July 20, 2016, pursuant to 807 KAR 5:068, Section 4(2)(b).

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment factor of \$0.21 per 1,000 gallons is approved.

2. Dexter-Almo's proposed rates, as set forth in Appendix B to this Order, are approved for services rendered by Dexter-Almo on and after January 1, 2016.

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

4. Dexter-Almo shall file its next purchased water adjustment between June 1, 2016, and July 20, 2016.

By the Commission

ENTERED
FEB 22 2016
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:


Acting Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2016-00064 DATED **FEB 22 2016**

	New Rate	Base Rate
Dexter-Almo		
Purchases in gallons	44,361,300	44,361,300
Volumetric rate	<u>\$2.01/1,000</u>	<u>\$1.83/1,000</u>
	\$ 89,166.21	\$ 81,181.18

Increased water cost \$7,985.03

Increased water cost	\$ 7,985.03
Divided by gallons sold/1,000	<u>38,394,800</u>
	\$ 0.2079

Purchased water adjustment factor \$0.21 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2016-00064 DATED **FEB 22 2016**

The following rates and charges are prescribed for the customers in the area served by Dexter-Almo Heights 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	\$ 12.41 Minimum Bill
Next	3,000 gallons	4.58 per 1,000 gallons
Next	5,000 gallons	3.88 per 1,000 gallons
Next	10,000 gallons	3.58 per 1,000 gallons
Over	20,000 gallons	2.58 per 1,000 gallons

*Dexter-Almo Heights Water District
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