

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF)	CASE NO.
SHARPSBURG WATER DISTRICT)	2016-00118

ORDER

On March 14, 2016, Sharpsburg Water District (“Sharpsburg District”) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure¹ and the application was accepted for filing as of that date. The Commission, having reviewed the record and being sufficiently advised, finds that:

1. Sharpsburg District purchases water from the Bath County Water District (“Bath District”) and city of Carlisle (“Carlisle”).

2. On February 23, 2016, Bath District notified Sharpsburg District that it would increase its wholesale rate to Sharpsburg District from \$3.31 per 1,000 gallons to \$3.38 per 1,000 gallons effective February 15, 2016.² Sharpsburg District proposed to increase the water rates to its customers effective February 15, 2016, to reflect the increased cost of purchased water.

3. Sharpsburg District proposed a purchased water adjustment factor of \$0.07 per 1,000 gallons.

¹ KRS 278.015; 807 KAR 5:068.

² Case No. 2016-00098, *Purchased Water Adjustment Filing of Bath County Water District* (Ky. PSC Mar. 17, 2016).

4. During the 12 months ended January 31, 2016, Sharpsburg District purchased 69,142,500 gallons of water from Bath District and 35,691,800 from Carlisle and sold 77,912,900 gallons. The increase in the cost of purchased water is \$4,839.97, resulting in a purchased water adjustment factor of \$0.07 per 1,000 gallons.

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

6. Sharpsburg District's proposed rates should be approved.

7. 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 Sharpsburg District on and after February 15, 2016.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment factor of \$0.07 per 1,000 gallons is approved.

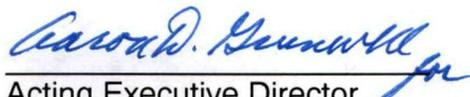
2. Sharpsburg District's proposed rates, as set forth in Appendix B to this Order, are approved for water service rendered on and after February 15, 2016.

3. Within 20 days of the date of this Order, Sharpsburg District 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 05 2016
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:


Acting Executive Director

Case No. 2016-00118

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
 COMMISSION IN CASE NO. 2016-00118 DATED **APR 05 2016**

	New Rate	Base Rate
Sharpsburg District		
Purchases in gallons		
Bath District	69,142,500	69,142,500
Volumetric rate	<u>\$ 3.38/1,000</u>	<u>\$ 3.31/1,000</u>
	\$233,701.65	\$228,861.68
Carlisle	35,691,800	35,691,800
Volumetric rate	<u>NO CHANGE</u>	<u>NO CHANGE</u>
Total	\$233,701.65	\$228,861.68
Increased water cost		\$4,839.97
Increased water cost		\$4,839.97
Divided by gallons sold/1,000		<u>77,912,900</u>
Purchased water adjustment factor		\$ 0.06212 per 1,000 gallons or \$ 0.07 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2016-00118 DATED **APR 05 2016**

The following rates and charges are prescribed for the customers in the area served by Sharpsburg 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-Inch Meter

First	2,000 gallons	\$ 25.60 Minimum Bill
Next	3,000 gallons	6.31 per 1,000 gallons
Next	5,000 gallons	5.65 per 1,000 gallons
Over	10,000 gallons	5.39 per 1,000 gallons

1-Inch Meter

First	5,000 gallons	\$ 44.53 Minimum Bill
Next	5,000 gallons	5.65 per 1,000 gallons
Over	10,000 gallons	5.39 per 1,000 gallons

2-Inch Meter

First	16,000 gallons	\$ 105.12 Minimum Bill
Over	16,000 gallons	5.39 per 1,000 gallons

*Ms. Gayle Haney
Manager/Distribution Operator
Sharpsburg Water District
16 East Mill Street
P. O. Box 248
Sharpsburg, KY 40374

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