

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF) CASE NO.
UNION COUNTY WATER DISTRICT) 2017-00059

ORDER

On February 1, 2017, Union County Water District ("Union County") 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. Union County purchases water from the city of Morganfield ("Morganfield").

2. Morganfield notified Union County that its wholesale rate to Union County would increase from \$2.1664 per 1,000 gallons to \$2.5891 per 1,000 gallons effective January 1, 2017.² Union County proposes to increase the water rates to its customers effective January 1, 2017, to reflect the increased cost of purchased water.

3. Union County proposes a purchased water adjustment factor of \$0.46 per 1,000 gallons as requested by Union County.

4. During the 12 months ended October 31, 2016, Union County purchased 294,429,700 gallons of water from Morganfield. During the same period, Union County

¹ KRS 278.015; 807 KAR 5:068.

² TFS 2016-00720 (Ky. PSC filed Dec. 19, 2016); the tariff was accepted for filing by the Commission by letter dated Jan. 24, 2017.

sold 269,363,053 gallons of water. The increase in the cost of purchased water is \$124,455.44, resulting in a purchased water adjustment factor of \$0.46 per 1,000 gallons.

5. The purchased water adjustment factor of \$0.46 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved as requested by Union County.

6. Union County'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 by Union County on and after January 1, 2017.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment factor of \$0.46 per 1,000 gallons is approved.

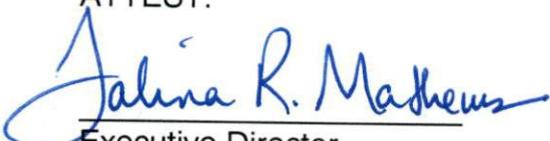
2. Union County's proposed rates as set forth in Appendix B to this Order are approved for water service rendered by Union County on and after January 1, 2017.

3. Within 20 days of the date of this Order, Union County 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
FEB 24 2017
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:


Executive Director

Case No. 2017-00059

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
 COMMISSION IN CASE NO. 2017-00059 DATED **FEB 24 2017**

	New Rate	Base Rate
Union County Morganfield Purchases in gallons	294,429,700	294,429,700
	<u>\$ 2.5891/1,000</u>	<u>\$ 2.1664/1,000</u>
Total	\$ 762,307.94	\$ 637,852.50

Increased water cost \$ 124,455.44

Increased water cost \$ 124,455.44
 Divided by gallons sold/1,000 269,363,053
 Purchased water adjustment factor \$ 0.46203 per 1,000 gallons
 or \$ 0.46 per 1,000 gallons
 as requested by Union County

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2017-00059 DATED **FEB 24 2017**

The following rates and charges are prescribed for the customers in the area served by Union County 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	\$ 13.43 Minimum Bill
Next	3,000 gallons	6.71 per 1,000 gallons
Next	5,000 gallons	6.31 per 1,000 gallons
Next	15,000 gallons	5.96 per 1,000 gallons
Next	25,000 gallons	5.66 per 1,000 gallons
Next	50,000 gallons	5.26 per 1,000 gallons
Next	100,000 gallons	4.86 per 1,000 gallons
Next	100,000 gallons	4.46 per 1,000 gallons
Over	300,000 gallons	4.06 per 1,000 gallons

3/4-Inch Meter

First	5,000 gallons	\$ 33.55 Minimum Bill
Next	5,000 gallons	6.31 per 1,000 gallons
Next	15,000 gallons	5.96 per 1,000 gallons
Next	25,000 gallons	5.66 per 1,000 gallons
Next	50,000 gallons	5.26 per 1,000 gallons
Next	100,000 gallons	4.86 per 1,000 gallons
Next	100,000 gallons	4.46 per 1,000 gallons
Over	300,000 gallons	4.06 per 1,000 gallons

1-Inch Meter

First	10,000 gallons	\$ 65.10 Minimum Bill
Next	15,000 gallons	5.96 per 1,000 gallons
Next	25,000 gallons	5.66 per 1,000 gallons
Next	50,000 gallons	5.26 per 1,000 gallons
Next	100,000 gallons	4.86 per 1,000 gallons
Next	100,000 gallons	4.46 per 1,000 gallons
Over	300,000 gallons	4.06 per 1,000 gallons

1 1/2-Inch Meter

First	25,000	gallons	\$154.50 Minimum Bill
Next	25,000	gallons	5.66 per 1,000 gallons
Next	50,000	gallons	5.26 per 1,000 gallons
Next	100,000	gallons	4.86 per 1,000 gallons
Next	100,000	gallons	4.46 per 1,000 gallons
Over	300,000	gallons	4.06 per 1,000 gallons

2-Inch Meter

First	50,000	gallons	\$296.00 Minimum Bill
Next	50,000	gallons	5.26 per 1,000 gallons
Next	100,000	gallons	4.86 per 1,000 gallons
Next	100,000	gallons	4.46 per 1,000 gallons
Over	300,000	gallons	4.06 per 1,000 gallons

2 1/2-Inch Meter

First	75,000	gallons	\$427.49 Minimum Bill
Next	25,000	gallons	5.26 per 1,000 gallons
Next	100,000	gallons	4.86 per 1,000 gallons
Next	100,000	gallons	4.46 per 1,000 gallons
Over	300,000	gallons	4.06 per 1,000 gallons

3-Inch Meter

First	100,000	gallons	\$558.99 Minimum Bill
Next	100,000	gallons	4.86 per 1,000 gallons
Next	100,000	gallons	4.46 per 1,000 gallons
Over	300,000	gallons	4.06 per 1,000 gallons

4-Inch Meter

First	200,000	gallons	\$1,044.98 Minimum Bill
Next	100,000	gallons	4.46 per 1,000 gallons
Over	300,000	gallons	4.06 per 1,000 gallons

6-Inch Meter

First	300,000	gallons	\$1,490.97 Minimum Bill
Over	300,000	gallons	4.06 per 1,000 gallons

*Gary Sheffer
Manager
Union County Water District
409 North Court Street
P. O. Box 146
Morganfield, KY 42437

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