

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF)	CASE NO.
MEADE COUNTY WATER DISTRICT)	2017-00170

ORDER

On April 17, 2017, Meade County Water District (“Meade 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. Meade County purchases water from Hardin County Water District No. 1 (“Hardin County”) and the city of Brandenburg (“Brandenburg”).
2. Hardin County increased its wholesale rate to Meade County from \$2.00 per 1,000 gallons to \$2.36 per 1,000 gallons effective May 1, 2017.² Meade County proposes to increase the water rates to its customers effective May 1, 2017, to reflect the increased cost of purchased water.
3. Meade County proposes a purchased water adjustment factor of \$0.25 per 1,000 gallons.

¹ KRS 278.015; 807 KAR 5:068.

² See Case No. 2017-00144, Certificate of Public Convenience and Necessity for Hardin County Water District No. 1 (Ky. PSC Order April 17 2017).

4. During the 12 months ended March 31, 2017, Meade County purchased 190,883,000 gallons of water from Hardin County and 150,647,200 gallons from Brandenburg. During the same period, Meade County sold 279,022,140 gallons of water. The increase in the cost of purchased water is \$68,717.88, resulting in a purchased water adjustment factor of \$0.25 per 1,000 gallons.

5. The purchased water adjustment factor of \$0.25 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

6. Meade County's rates proposed in the application 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 Meade County on and after May 1, 2017.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment factor of \$0.25 per 1,000 gallons is approved.

2. The rates as set forth in Appendix B to this Order are approved for water service rendered by Meade County on and after May 1, 2017.

3. Within 20 days of the date of this Order, Meade 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
MAY 08 2017
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:


Executive Director

Case No. 2017-00170

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2017-00170 DATED **MAY 08 2017**

	New Rate	Base Rate
Hardin County		
Purchases in gallons	190,883,000	190,883,000
Volumetric rate	<u>\$2.36/1,000</u>	<u>\$2.00/1,000</u>
	\$450,483.88	\$381,766.00
Brandenburg		
Purchases in gallons	150,647,200	150,647,200
Volumetric rate	<u>No Change</u>	<u>No Change</u>

Increased water cost \$68,717.88

Increased water cost	\$	68,717.88
Divided by gallons sold/1,000		<u>279,022,140</u>
Purchased water adjustment factor	\$	0.2463

or \$ 0.25 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2017-00170 DATED **MAY 08 2017**

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

First	2,000 gallons	\$ 16.49	Minimum Bill
Next	5,000 gallons	7.98	per 1,000 gallons
Next	10,000 gallons	7.67	per 1,000 gallons
Next	20,000 gallons	6.97	per 1,000 gallons
Over	37,000 gallons	5.97	per 1,000 gallons
Bulk Sales		5.57	per 1,000 gallons
Doe Valley Water		3.58	per 1,000 gallons
Otter Creek Water		3.69	per 1,000 gallons

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