

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF) CASE NO.
JUDY WATER ASSOCIATION, INC.) 2017-00275

ORDER

On July 13, 2017, Judy Water Association (“Judy Water”) 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. Judy Water purchases water from the Mt. Sterling Water and Sewer System (“Mt. Sterling”) and the city of North Middletown.
2. Mt. Sterling notified Judy Water that its wholesale rate would increase from \$2.96 per 1,000 gallons to \$3.02 per 1,000 gallons effective August 1, 2017.² Judy Water proposed to increase the water rates to its customers effective August 1, 2017, to reflect the increased cost of purchased water from Mt. Sterling.
3. Judy Water proposes a purchased water adjustment factor of \$0.05 per 1,000 gallons.

¹ KRS 278.015; 807 KAR 5:068.

² TFS 2017000356 (Ky. PSC filed June 22, 2017); The tariff was accepted for filing by the Commission by letter dated July 27, 2017.

4. During the 12 months ended June 30, 2017, Judy Water purchased 118,003,500 gallons of water from Mt. Sterling and 37,284,000 from the city of North Middletown. During the same period, Judy Water sold 136,574,700 gallons of water. The increase in the cost of purchased water is \$7,080.21, resulting in a purchased water adjustment factor of \$0.06 per 1,000 gallons.

5. The purchased water adjustment factor proposed by Judy Water is denied. The purchased water adjustment factor of \$0.06 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

6. Judy Water's proposed rates are denied.

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 Judy Water on and after August 1, 2017.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment factor of \$0.06 per 1,000 gallons is approved.

2. Judy Water's proposed rates are denied.

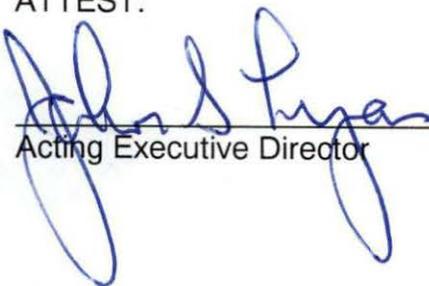
3. The rates as set forth in Appendix B to this Order are approved for water service rendered by Judy Water on and after August 1, 2017.

4. Within 20 days of the date of this Order, Judy Water 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
AUG 09 2017
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:



Acting Executive Director

Case No. 2017-00275

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
 COMMISSION IN CASE NO. 2017-00275 DATED **AUG 09 2017**

	New Rate	Base Rate
Mt. Sterling		
Purchases in gallons	118,003,500	118,003,500
Volumetric rate	<u>\$3.02/1,000</u>	<u>\$2.96/1,000</u>
	\$356,370.57	\$349,290.36
North Middletown		
Purchases in gallons	33,535,000	33,535,000
Volumetric rate	<u>No Change</u>	<u>No Change</u>
	\$ 0	\$ 0
	Increased water cost	\$ 7,080.21
Increased water cost	\$ 7,080.21	
Divided by gallons sold/1,000	<u>136,574,700</u>	
	\$ 0.0518	
Purchased water adjustment factor	\$ 0.06 per 1,000 gallons	

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2017-00275 DATED **AUG 09 2017**

The following rates and charges are prescribed for the customers in the area served by Judy Water Association. 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	\$13.13	Minimum Bill
Next	3,000 Gallons	8.76	per 1,000 Gallons
Next	5,000 Gallons	7.86	per 1,000 Gallons
Over	10,000 Gallons	6.96	per 1,000 Gallons

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