

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING)	CASE NO.
OF JESSAMINE COUNTY WATER DISTRICT)	2018-00193
NO. 1)	

ORDER

On June 12, 2018, Jessamine County Water District No. 1 (“Jessamine District”) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹ By letter dated June 15, 2018, the Commission notified Jessamine District that its application was rejected due to certain filing deficiencies. On June 22, 2018, Jessamine District submitted additional information to correct the filing deficiencies, and the application was accepted for filing as of that date.

The Commission, having reviewed the record and being sufficiently advised, finds that:

1. Jessamine District purchases water from the city of Nicholasville (“Nicholasville”).
2. Nicholasville notified Jessamine District that its wholesale rate would increase from \$2.81 per 1,000 gallons to \$2.94 per 1,000 gallons effective July 1, 2018.² Jessamine District proposed to increase the water rates to its customers effective July 10, 2018, to reflect the increased cost of purchased water from Nicholasville.

¹ KRS 278.015; 807 KAR 5:068.

² TFS 2018-00259 (Ky. PSC filed May 25, 2018); the tariff was accepted for filing by the Commission by letter dated June 19, 2018.

3. Jessamine District proposed a purchased water adjustment factor of \$0.16 per 1,000 gallons in its application.

4. During the 12 months ended April 30, 2018, Jessamine District purchased 176,550,343 gallons from Nicholasville and sold 151,363,230 gallons of water. The increase in the cost of purchased water is \$22,951.55, resulting in a purchased water adjustment factor of \$0.16 per 1,000 gallons.

5. The purchased water adjustment factor of \$0.16 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

6. Jessamine 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 Jessamine District on and after July 10, 2018.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment factor of \$0.16 per 1,000 gallons is approved.

2. The rates proposed by Jessamine District are approved.

3. The rates set forth in Appendix B to this Order are approved for water service rendered by Jessamine District on and after July 10, 2018.

4. Within 20 days of the date of entry of this Order, Jessamine 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
JUL 05 2018
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2018-00193 DATED **JUL 05 2018**

	New Rate	Base Rate
Nicholasville		
Purchases in Gallons	176,550,343	176,550,343
Volumetric rate	<u>\$ 2.94/1,000</u>	<u>\$2.81/1,000</u>
	\$519,058.01	\$496,106.46
	Increased water cost	\$22,951.55
Increased water cost		\$ 22,951.55
Divided by Gallons sold/1,000		<u>151,363,230</u>
		\$ 0.1516
Purchased water adjustment factor		\$ 0.16 per 1,000 Gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2018-00193 DATED **JUL 05 2018**

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

5/8 x 3/4-Inch Meter

First 3,000 Gallons

Next 7,000 Gallons

Over 10,000 Gallons

\$28.60 Minimum Bill

6.80 per 1,000 Gallons

6.58 per 1,000 Gallons

1-Inch Meter

First 5,000 Gallons

Next 5,000 Gallons

Over 10,000 Gallons

\$42.20 Minimum Bill

6.80 per 1,000 Gallons

6.58 per 1,000 Gallons

1 1/2-Inch Meter

First 10,000 Gallons

Over 10,000 Gallons

\$76.20 Minimum Bill

6.58 per 1,000 Gallons

2-Inch Meter

First 20,000 Gallons

Over 20,000 Gallons

\$142.00 Minimum Bill

6.58 per 1,000 Gallons

*Carl Waits
Chairman
Jessamine County Water District #1
2225 Lexington Road
Nicholasville, KY 40356-9702

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