

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF)	CASE NO.
BATH COUNTY WATER DISTRICT)	2018-00422

ORDER

On December 21, 2018, Bath County Water District (Bath District) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹

On January 10, 2019, Bath District amended the filing by submitting a corrected Purchase Water Adjustment Form (PWA), which corrected the amount listed as the base rate of Mount Sterling Water & Sewer (Mount Sterling Water) in Section 1.a. of the PWA. By letter dated January 10, 2019, the Commission notified Bath District that its application was rejected because of certain other filing deficiencies. On January 18, 2019, Bath District submitted further documentation to correct the filing deficiency. By letter dated January 25, 2019, the Commission notified Bath District that its application continued to have certain filing deficiencies. On January 30, 2019, Bath 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 KRS 278.015; 807 KAR 5:068.

1. Bath District purchases water from the Morehead Utility Plant Board (MUPB) and Mount Sterling Water.

2. MUPB notified Bath District that its wholesale water rate to Bath District would increase from \$1.398 per 1,000 gallons to \$1.488 per 1,000 gallons and the Capital Costs would increase from \$17,416.40 per month to \$17,809.67 per month effective January 31, 2019. Mount Sterling Water notified Bath District that its wholesale rate to Bath District would increase from \$3.02 per 1,000 gallons to \$3.11 per 1,000 gallons, effective July 1, 2018.² Bath District proposes to increase the water rates to its customers effective January 15, 2019, to reflect the increased cost of purchased water.

3. Bath District proposed a purchased water adjustment factor of \$0.11 per 1,000 gallons in its application.

4. During the 12 months ended November 30, 2018, Bath District purchased 452,017,000 gallons of water from MUPB and purchased 21,645,000 gallons of water from Mount Sterling Water. During the same period, Bath District sold 428,564,000 gallons of water. The increase in the cost of purchased water is \$47,348.82, resulting in a purchased water adjustment factor of \$0.11 per 1,000 gallons.

5. The purchased water adjustment factor of \$0.11 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable, and should be approved.

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

² TFS 2018-00247 (Ky. PSC filed May 24, 2018); the Commission accepted the tariff for filing by letter dated June 15, 2018.

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 Bath District on and after January 15, 2019.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment factor of \$0.11 per 1,000 gallons is approved.

2. The rates proposed by Bath District are approved.

3. The rates as set forth in Appendix B to this Order are approved for water service rendered by Bath District on and after January 15, 2019.

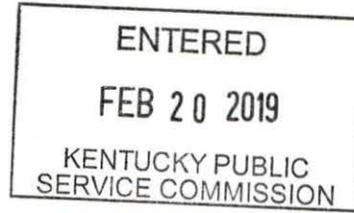
4. Within 20 days of the date of entry of this Order, Bath District shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing the rates approved herein.

5. Within 30 days of the date of entry of this Order, Bath District shall file with the Commission Proof of Notice pursuant to 807 KAR 5:068, Section 5(3).

6. Any document filed pursuant to ordering paragraph 5 of this Order shall reference the number of this case and shall be retained in the post-case correspondence file.

7. This case is closed and removed from the Commission's docket.

By the Commission



ATTEST:



Executive Director

Case No. 2018-00422

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2018-00422 DATED FEB 20 2019

	New Rate	Base Rate
<u>Morehead Utility Plant Board</u>		
Purchases in Gallons	452,017,000	452,017,000
Rate per 1,000 Gallons	<u>\$ 1.488/1000</u>	<u>\$ 1.398/1000</u>
	\$672,601.30	\$631,919.77
Capital Costs	\$17,809.67	\$17,416.40
	<u>12 months</u>	<u>12 months</u>
	\$213,716.04	\$208,996.80
<u>Mount Sterling Water</u>		
Purchases in Gallons	21,645,000	21,645,000
	<u>\$ 3.11/1000</u>	<u>\$ 3.02/1000</u>
	\$67,315.95	\$65,367.90
Total	\$953,633.29	\$906,284.47
Increased water cost		\$ 47,348.82
Increased water cost		\$ 47,348.82
Divided by Gallons sold/1000		<u>428,564,000</u>
Purchased water adjustment factor		\$ 0.1105 per 1,000 Gallons

or \$ 0.11 per 1,000 Gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2018-00422 DATED **FEB 20 2019**

The following rates and charges are prescribed for the customers in the area served by Bath County Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under the authority of the Commission prior to the effective date of this Order.

Monthly Water Rates

5/8- x 3/4-Inch Meter

First	2,000 Gallons	\$16.46 Minimum Bill
Next	3,000 Gallons	6.38 per 1,000 Gallons
Next	5,000 Gallons	4.95 per 1,000 Gallons
Next	10,000 Gallons	4.29 per 1,000 Gallons
Next	30,000 Gallons	4.07 per 1,000 Gallons
Over	50,000 Gallons	3.95 per 1,000 Gallons

1-Inch Meter

First	10,000 Gallons	\$60.35 Minimum Bill
Next	10,000 Gallons	4.29 per 1,000 Gallons
Next	30,000 Gallons	4.07 per 1,000 Gallons
Over	50,000 Gallons	3.95 per 1,000 Gallons

2-Inch Meter

First	50,000 Gallons	\$225.35 Minimum Bill
Over	50,000 Gallons	3.95 per 1,000 Gallons

Bulk Sales 8.74 per 1,000 Gallons

Leak Adjustment Rate 3.18 per 1,000 Gallons

Wholesale Rates

Sharpsburg Water District	3.66 per 1,000 Gallons
City of Frenchburg	3.21 per 1,000 Gallons
City of Owingsville	2.80 per 1,000 Gallons

*Bath County Water District
21 Church Street
P. O. Box 369
Salt Lick, KY 40371

*Sherri Greene
Bath County Water District
21 Church Street
P. O. Box 369
Salt Lick, KY 40371