

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF)	CASE NO.
SOUTHEAST DAVIESS COUNTY WATER DISTRICT)	2018-00144

ORDER

On April 30, 2018, Southeast Daviess Water District (“Southeast Daviess”) 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. Southeast Daviess purchases water from Owensboro Municipal Utilities (“OMU”).
2. OMU notified Southeast Daviess that its wholesale rate would increase from \$1.540 per 1,000 gallons to \$1.665 per 1,000 gallons effective June 1, 2018.² Southeast Daviess proposes to increase the water rates to its customers effective June 1, 2018, to reflect the increased cost of purchased water from OMU.
3. Southeast Daviess proposed a purchased water adjustment factor of \$0.14 per 1,000 gallons.
4. During the 12 months ended March 31, 2018, Southeast Daviess purchased 684,484,300 gallons of water from OMU. During the same period, Southeast Daviess

¹ KRS 278.015; 807 KAR 5:068.

² TFS 2018-00180 (Ky. PSC filed April 24, 2018); the tariff was accepted for filing by the Commission by letter dated May 14, 2018.

sold 600,543,580 gallons of water. The increase in the cost of purchased water is \$85,560.54, resulting in a purchased water adjustment factor of \$0.14 per 1,000 gallons.

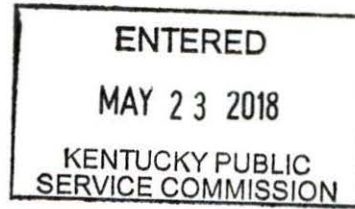
5. The purchased water adjustment factor of \$0.14 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved as requested by the Southeast Daviess.

6. Southeast Daviess'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 Southeast Daviess on and after June 1, 2018.

IT IS THEREFORE ORDERED that:

1. The rates proposed in the application by Southeast Daviess are approved.
2. The purchased water adjustment factor of \$0.14 per 1,000 gallons is approved.
3. The rates as set forth in Appendix B to this Order are approved for water service rendered by Southeast Daviess on and after June 1, 2018.
4. Within 20 days of the date of this Order, Southeast Daviess shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing the rates approved herein.

By the Commission



ATTEST:



Executive Director

Case No. 2018-00144

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2018-00144 DATED **MAY 23 2018**

	New Rate	Base Rate
OMU		
Purchases in Gallons	684,484,300	684,484,300
Wholesale rate	<u>\$1.665/1,000</u>	<u>\$1.540/1,000</u>
Total	\$1,139,666.36	\$ 1,054,105.82

Increased water cost \$ 85,560.54

Increased water cost \$ 85,560.54
Divided by Gallons sold/1,000 600,543,580
Purchased water adjustment factor \$ 0.142 per 1,000 Gallons
or \$ 0.14 per 1,000 Gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2018-00144 DATED **MAY 23 2018**

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

Customer Charge

5/8-Inch X 3/4-Inch Meter	\$ 2.53 Per Month
1 – Inch Meter	3.54 Per Month
1 1/2 – Inch Meter	4.55 Per Month
2 – Inch Meter	7.34 Per Month
3 – Inch Meter	27.83 Per Month
4 – Inch Meter	35.42 Per Month
6 – Inch Meter	53.13 Per Month
8 – Inch Meter	73.37 Per Month

Usage Charges

First 20,000 Gallons	\$ 3.62 Per 1,000 Gallons
Over 20,000 Gallons	2.77 Per 1,000 Gallons

Wholesale Water Rate

City of Whitesville	\$ 2.03 Per 1,000 Gallons
East Daviess County Water Association	2.03 Per 1,000 Gallons
Owensboro Municipal Utilities	2.03 Per 1,000 Gallons

*Southeast Daviess County Water District
3400 Bittel Road
Owensboro, KY 42301

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