

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING	)	CASE NO.
OF NORTHEAST WOODFORD COUNTY	)	2018-00190
WATER DISTRICT	)	

ORDER

On June 8, 2018, Northeast Woodford County Water District (“Northeast Woodford District”) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.<sup>1</sup>

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

1. Northeast Woodford District purchases water from the Frankfort Electric and Water Plant Board (“Frankfort”) and Versailles Municipal Utilities (“Versailles”).
2. Versailles notified Northeast Woodford District that its wholesale rate would increase from \$2.33 per 1,000 gallons to \$2.42 per 1,000 gallons effective July 1, 2018.<sup>2</sup> Northeast Woodford District proposed to increase the water rates to its customers effective July 1, 2018, to reflect the increased cost of purchased water from Versailles.
3. Northeast Woodford District proposed a purchased water adjustment factor of \$0.07 per 1,000 gallons in its application.

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<sup>1</sup> KRS 278.015; 807 KAR 5:068.

<sup>2</sup> TFS 2018-00217 (Ky. PSC filed May 7, 2018); The tariff was accepted for filing by the Commission by letter dated June 13, 2018.

4. During the 12 months ended April 30, 2018, Northeast Woodford District purchased 44,987,000 gallons of water from Mt. Sterling, and 95,311,100 gallons of water from Versailles. During the same period, Northeast Woodford District sold 134,826,500 gallons of water. The increase in the cost of purchased water is \$8,578.00 resulting in a purchased water adjustment factor of \$0.07 per 1,000 gallons.

5. The purchased water adjustment factor of \$0.07 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

6. In its application, Northeast Woodford District incorrectly applied the purchased water adjustment factor to the minimum bill for its two-inch meter rate.

7. Northeast Woodford District's proposed rates are denied.

8. 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 Northeast Woodford District on and after July 1, 2018.

IT IS THEREFORE ORDERED that:

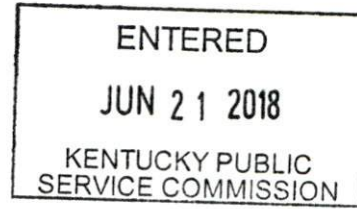
1. The purchased water adjustment factor of \$0.07 per 1,000 gallons is approved.

2. The rates proposed by Northeast Woodford District are denied.

3. The rates set forth in Appendix B to this Order are approved for water service rendered by Northeast Woodford District on and after July 1, 2018.

4. Within 20 days of the date of entry of this Order, Northeast Woodford 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



ATTEST:

  
Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 2018-00190 DATED **JUN 21 2018**

	New Rate	Base Rate
Versailles		
Purchases in Gallons	95,311,100	95,311,100
Volumetric rate	<u>\$2.42/1,000</u>	<u>\$2.33/1,000</u>
	\$230,652.86	\$222,074.86
Frankfort		
Purchases in Gallons	44,987,000	44,987,000
Volumetric rate	<u>NO CHANGE</u>	<u>NO CHANGE</u>
	Increased water cost	\$8,578.00
Increased water cost		\$ 8,578.00
Divided by gallons sold/1,000		<u>134,826,500</u>
		\$0.0636
Purchased water adjustment factor		\$0.07 per 1,000 Gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 2018-00190 DATED **JUN 21 2018**

The following rates and charges are prescribed for the customers in the area served by Northeast Woodford 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	2,000 Gallons	\$13.06	Minimum Bill
Next	2,000 Gallons	4.32	per 1,000 Gallons
Next	6,000 Gallons	4.03	per 1,000 Gallons
Over	10,000 Gallons	3.81	per 1,000 Gallons

2-Inch Meter

First	20,000 Gallons	\$83.98	Minimum Bill
Over	20,000 Gallons	3.81	per 1,000 Gallons

\*Northeast Woodford County Water District  
225A South Main Street  
Versailles, KY 40383

\*John S Davis  
Chairman  
Northeast Woodford County Water District  
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