

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF) CASE NO.
BOONE COUNTY WATER DISTRICT) 2019-00419

ORDER

On November 20, 2019, Boone County Water District (Boone District) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹

Having reviewed the record and being otherwise sufficiently advised, the Commission finds that:

1. Boone District purchases water from the Boone-Florence Water Commission (Boone-Florence).
2. Boone-Florence notified Boone District that its wholesale rate would increase from \$3.39 per 1,000 gallons to \$3.49 per 1,000 gallons effective January 1, 2019. Boone District proposes to increase the water rates to its customers effective December 31, 2019, to reflect the increased cost of purchased water from Boone-Florence.
3. Boone District proposed a purchased water adjustment factor of \$0.11 per 1,000 gallons in its application.
4. During the 12 months ended September 30, 2019, Boone District purchased 2,929,508,190 gallons of water from Boone-Florence. During the same period, Boone

¹ KRS 278.015; 807 KAR 5:068.

District sold 2,619,007,486 gallons of water. The increase in the cost of purchased water is \$292,950.82, resulting in a purchased water adjustment factor of \$0.12 per 1,000 gallons.

5. In its application, Boone District miscalculated the purchased water adjustment factor.

6. The purchased water adjustment factor of \$0.12 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

7. Boone 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 Boone District on and after December 31, 2019.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment factor of \$0.12 per 1,000 gallons is approved.

2. The rates proposed by Boone District are denied.

3. The rates as set forth in Appendix B to this Order are approved for water service rendered by Boone District on and after December 31, 2019.

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

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

By the Commission

ENTERED
DEC 11 2019
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:


Executive Director

Case No. 2019-00419

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2019-00419 DATED **DEC 11 2019**

	Base Rate	New Rate	Increased Cost
Boone-Florence Purchases in Gallons	2,929,508,190	2,929,508,190	
Wholesale rate	<u>\$3.39/1,000</u>	<u>\$3.49/1,000</u>	
	\$9,931,032.76	\$10,223,983.58	\$292,950.82
Increased water cost		\$ 292,950.82	
Divided by Gallons sold/1,000		<u>2,619,007,486</u>	
Purchased water adjustment factor		\$ 0.1119 per 1,000 Gallons	
		or \$ 0.12 per 1,000 Gallons	

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2019-00419 DATED **DEC 11 2019**

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

Schedule A

First	3,000 Gallons	\$18.27	Minimum Bill
Next	2,000 Gallons	5.59	per 1,000 Gallons
Next	5,000 Gallons	5.34	per 1,000 Gallons
Over	10,000 Gallons	4.59	per 1,000 Gallons

Schedule B

First	3,000 Gallons	\$17.91	Minimum Bill
Next	2,000 Gallons	6.09	per 1,000 Gallons
Next	5,000 Gallons	5.59	per 1,000 Gallons
Next	140,000 Gallons	5.34	per 1,000 Gallons
Over	150,000 Gallons	4.59	per 1,000 Gallons

Monthly Minimums

	<u>Gallons</u>	<u>Schedule A</u>	<u>Schedule B</u>
5/8-Inch x 3/4-Inch Meter	3,000	\$18.27	\$18.27
1-Inch Meter	5,000	29.45	30.45
1-1/2-Inch Meter	9,000	50.81	52.81
2-Inch Meter	11,000	60.74	63.74
3-Inch Meter	21,000	106.64	117.14
4-Inch Meter	29,000	143.36	159.88
6-Inch Meter	100,000	465.25	539.00
<u>Tank Wagon Sales</u>		\$4.52	per 1,000 Gallons

*Boone County Water District
2475 Burlington Pike
P. O. Box 18
Burlington, KY 41005

*Honorable David A Koenig
Attorney At Law
223 Main Street
P.O. Box 6205
Florence, KENTUCKY 41022-6205