### COMMONWEALTH OF KENTUCKY

### BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC PURCHASED WATER	)	CASE NO.
ADJUSTMENT FILING OF NORTH MCLEAN	)	2020-00168
COUNTY WATER DISTRICT	)	

## <u>ORDER</u>

On May 26, 2020, North McLean County Water District (North McLean District) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.<sup>1</sup>

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

1. North McLean District purchases water from West Daviess County Water District (West Daviess District), Ohio County Water District (Ohio District), and McLean County Regional Water (McLean Regional Water).

2. West Daviess District notified North McLean District that its wholesale rate would increase from \$3.10 per 1,000 gallons to \$3.85 per 1,000 gallons effective June 1, 2020. North McLean District proposes to increase the water rates to its customers effective June 1, 2020, to reflect the increased cost of purchased water from West Daviess District.

3. North McLean District proposed a purchased water adjustment factor of \$0.04 per 1,000 gallons in its application.

<sup>&</sup>lt;sup>1</sup> KRS 278.012; 807 KAR 5:068.

4. During the 12 months ended February 29, 2020, North McLean District purchased 101,687,000 gallons of water from McLean Regional Water, 4,320,000 gallons of water from West Daviess District, and zero gallons of water from Ohio District. During the same period, North McLean District sold 95,877,000 gallons of water. The increase in the cost of purchased water is \$3,240.00, resulting in a purchased water adjustment factor of \$0.04 per 1,000 gallons.

5. The purchased water adjustment factor of \$0.04 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

6. North McLean 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 North McLean District on and after June 1, 2020.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment factor of \$0.04 per 1,000 gallons is approved.

2. The rates proposed by North McLean District are approved.

3. The rates as set forth in Appendix B to this Order are approved for water service rendered by North McLean District on and after June 1, 2020.

4. Within 20 days of the date of entry of this Order, North McLean 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 closed and removed from the Commission's docket.

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By the Commission



ATTEST:

**Executive Director** 

Case No. 2020-00168

# APPENDIX A

# APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2020-00168 DATED JUN 10 2020

	Base Rate	New Rate	Increase
West Daviess District Purchases in Gallons Wholesale rate	4,320,000 <u>\$ 3.10/1,000</u> \$ 13,392.00	4,320,000 <u>\$ 3.85/1,000</u> \$ 16,632.00	\$ 3,240.00
McLean Regional Water Purchases in gallons Wholesale rate	101,687,000 <u>\$ 2.68/1,000</u> \$ 272,521.16	101,687,000 <u>N/A</u>	
Increased water cost		\$ 3,240.00	
Increased water cost Divided by Gallons sold/1,000 Purchased water adjustment fac	ctor	\$ 3,240.00 <u>95,877,000</u> \$ 0.0338 per 1	,000 Gallons
		or \$ 0.04 per 1,000 Gallons	

## APPENDIX B

### APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2020-00168 DATED JUN 10 2020

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

First 2,000 Gallons Next 8,000 Gallons Next 30,000 Gallons Over 40,000 Gallons \$18.44 Minimum bill
6.70 per 1,000 Gallons
6.08 per 1,000 Gallons
5.49 per 1,000 Gallons

\*North McLean County Water District 217 Hill Street P. O. Box 68 Livermore, KY 42352

\*Beth Bobo Secretary North McLean County Water District 217 Hill Street P. O. Box 68 Livermore, KY 42352

\*Tiffany Sallee North McLean County Water District 217 Hill Street P. O. Box 68 Livermore, KY 42352