

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC PURCHASED WATER)	CASE NO.
ADJUSTMENT FILING OF MARION COUNTY)	2020-00295
WATER DISTRICT)	

ORDER

On September 9, 2020, Marion County Water District (Marion District) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹

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

1. Marion District purchases water from the Lebanon Water Works Company (Lebanon) and Campbellsville Municipal Water & Sewer (Campbellsville).
2. Lebanon notified Marion District that the volumetric portion of its wholesale rate will increase from \$4.1040 per 1,000 gallons to \$4.3446 per 1,000 gallons,² effective September 15, 2020. Marion District proposes to increase the water rates to its customers effective September 15, 2020, to reflect the increased cost of purchased water from Lebanon.
3. Marion District proposed a purchased water adjustment factor of \$0.30 per 1,000 gallons in its application.

¹ KRS 278.015; 807 KAR 5:068.

² Equivalent rate in cubic feet: \$3.07 per 100 cubic feet to \$3.24 per 100 cubic feet.

4. During the 12 months ended August 31, 2020, Marion District purchased 465,537,134 gallons of water from Lebanon and 3,509,600 gallons of water from Campbellsville. During the same period, Marion District sold 385,673,691 gallons of water. The increase in the cost of purchased water is \$112,008.23, resulting in a purchased water adjustment factor of \$0.30 per 1,000 gallons.

5. The purchased water adjustment factor of \$0.30 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

6. Marion District's proposed rates are 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 Marion District on and after September 15, 2020.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment factor of \$0.30 per 1,000 gallons is approved.

2. The rates proposed by Marion District are approved.

3. The rates as set forth in Appendix B to this Order are approved for water service rendered by Marion District on and after September 15, 2020.

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

By the Commission

ENTERED
OCT 02 2020
rcc
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:



Acting Executive Director

Case No. 2020-00295

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2020-00295 DATED OCT 02 2020

	Base Rate	New Rate
Lebanon Water Works		
Purchases in Gallons	465,537,134	465,537,134
Wholesale rate	<u>\$ 4.1040/1,000</u>	<u>\$ 4.3446/1,000</u>
	\$1,910,564.40	\$2,022,572.63

Increased water cost \$112,008.23

Increased water cost \$ 112,008.23
Divided by Gallons sold/1,000 385,673,691
Purchased water adjustment factor \$ 0.2904 per 1,000 Gallons

or \$ 0.30 per 1,000 Gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2020-00295 DATED OCT 02 2020

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

<u>5/8- x 3/4-inch Meters</u>	\$7.45 Minimum Bill
<u>1-Inch Meter</u>	\$16.20 Minimum Bill
<u>2-Inch Meter</u>	\$25.68 Minimum Bill
<u>3-Inch Meter</u>	\$40.73 Minimum Bill
<u>4-Inch Meter</u>	\$64.60 Minimum Bill
<u>6-Inch Meter</u>	\$162.59 Minimum Bill
<u>Water Charge</u> All Usage	\$6.87 per 1,000 Gallons or \$0.00687 per Gallon

*James L Mudd Jr.
Monarch Engineering, Inc.
556 Carlton Drive
Lawrenceburg, KENTUCKY 40342

*Marion County Water District
1835 Campbellsville Road
P. O. Box 528
Lebanon, KY 40033