COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC PURCHASED WATER)	CASE NO.
ADJUSTMENT FILING OF BOONE COUNTY)	2020-00369
WATER DISTRICT)	

ORDER

On November 19, 2020, Boone County Water District (Boone District) 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:

- Boone District purchases water from the Boone-Florence Water
 Commission (Boone-Florence).
- 2. Boone-Florence notified Boone District that its wholesale rate will increase from \$3.49 per 1,000 gallons to \$3.59 per 1,000 gallons, effective January 1, 2020. Boone District proposes to increase the water rates to its customers effective December 31, 2020, to reflect the increased cost of purchased water from Boone-Florence.
- 3. Boone District proposed a purchased water adjustment factor of 12 cents per 1,000 gallons in its application.
- 4. During the 12 months ended September 30, 2020, Boone District purchased 3,054,615,465 gallons of water from Boone-Florence. During the same period, Boone District sold 2,723,975,636 gallons of water. The increase in the cost of purchased water

¹ KRS 278.015; 807 KAR 5:068.

is \$305,461.55, resulting in a purchased water adjustment factor of 12 cents per 1,000 gallons.

- 5. The purchased water adjustment factor of 12 cents per 1,000 gallons, as calculated in Appendix A to this Order is fair, just and reasonable and should be approved.
- 6. Boone District misapplied the purchased water adjustment factor to its Tank Wagon Sales rate as well as the 6-inch meter monthly minimum Schedule A rate in its application.²
 - 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, 2020.

IT IS THEREFORE ORDERED that:

- 1. The purchased water adjustment factor of 12 cents 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, 2020.
- 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.
 - This case is closed and removed from the Commission's docket.

² Application at 7.

By the Commission

ENTERED

DEC 15 2020

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2020-00369 DATED DEC 15 2020

	New Rate	Base Rate
Boone-Florence Water Commission Purchases in Gallons Wholesale rate	3,054,615,465 \$ 3.59/1,000 \$10,966,069.52	3,054,615,465 \$ 3.49/1,000 \$10,660,607.97
Increased water cost		\$305,461.55

Increased water cost \$ 305,461.55

Divided by Gallons sold/1,000

Purchased water adjustment factor \$ 0.1121

Purchased water adjustment factor \$ 0.1121 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. 2020-00369 DATED DEC 15 2020

The following rates and charges are prescribed for the customers in the area served by Boone County 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	\$18.63 Minimum Bill
Next	2,000 Gallons	.00571 Per Gallon
Next	5,000 Gallons	.00546 Per Gallon
Over	10,000 Gallons	.00471 Per Gallon
Schedule B		
First	3,000 Gallons	\$18.63 Minimum Bill
Next	2,000 Gallons	.00621 Per Gallon
Next	5,000 Gallons	.00571 Per Gallon
Next	140,000 Gallons	.00546 Per Gallon
Over	150,000 Gallons	.00471 Per Gallon

Monthly Minimums

	<u>Gallons</u>	Schedule A	Schedule B
5/8-Inch x 3/4-Inch Meter	3,000	\$18.63	\$18.63
1-Inch Meter	5,000	30.05	31.05
1-1/2-Inch Meter	9,000	51.89	53.89
2-Inch Meter	11,000	62.06	65.06
3-Inch Meter	21,000	109.16	119.66
4-Inch Meter	29,000	146.84	163.36
6-Inch Meter	100,000	477.25	551.00

Tank Wagon Sales

\$.00464 Gallons

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

*Harry Anness Boone County Water District 2475 Burlington Pike Burlington, KY 41005