COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT) CASE NO. FILING OF MEADE COUNTY WATER DISTRICT) 2016-00122

ORDER

On March 17, 2016, Meade County Water District ("Meade County") submitted an application 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:

- 1. Meade County purchases water from the city of Brandenburg ("Brandenburg") and Hardin County Water District #1 ("Hardin County").
- 2. On January 8, 2016, Brandenburg increased its wholesale water rate to Meade County from \$1.65 per 1,000 gallons to \$1.80 per 1,000 gallons.² Meade County proposed to increase the water rates to its customers effective March 1, 2016, to reflect the increased cost of purchased water.
- 3. During the 12 months ended December 31, 2015, Meade County purchased 137,357,500 gallons of water from Brandenburg and 213,791,500 from Hardin County, and sold 297,025,719 gallons of water. The increase in the cost of

¹ KRS 278.015; 807 KAR 5:068.

² TFS 2014-00739 (Ky. PSC filed Dec. 18, 2014); The tariff was accepted for fling by the Commission by letter dated Dec. 19, 2014.

purchased water is \$20,603.63, resulting in a purchased water adjustment factor of \$0.07 per 1,000 gallons.

- 4. The purchased water adjustment factor of \$0.07 per 1,000 gallons, as requested by Meade County and calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.
- 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 Meade County on and after March 1, 2016.

IT IS THEREFORE ORDERED that:

- The purchased water adjustment factor of \$0.07 per 1,000 gallons is approved.
- Meade County's proposed rates are approved, as set forth in Appendix B to this Order, for services rendered on and after March 1, 2016.
- Within 20 days of the date of this Order, Meade County shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing the rates approved herein.

By the Commission

ENTERED

APR 0 5 2016

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Acting Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2016-00122 DATED APR 0 5 2016

Brandenburg	New Rate	Base Rate
Purchases in gallons Volumetric rate	137,357,500 \$ 1.80/1,000 \$ 247,243.50	137,357,500 \$ 1.65/1,000 \$ 226,639.88
Hardin County Purchases in gallons Volumetric rate	213,791,500 \$ 2.00/1,000 N/C	213,791,500 \$ 2.00/1,000 N/C

Increased water cost

\$20,603.63

Increased water cost Divided by gallons sold/1,000 Purchased water adjustment factor \$ 20,603.63 <u>297,025,719</u> \$ 0.0693

or \$ 0.07 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2016-00122 DATED APP 0 5 2016

The following rates and charges are prescribed for the customers in the area served by Meade 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 Meter</u>	
First 2,000 gallons	\$15.99 Minimum Bill
Next 5,000 gallons	7.73 per 1,000 gallons
Next 10,000 gallons	7.42 per 1,000 gallons
Next 20,000 gallons	6.72 per 1,000 gallons
Over 37,000 gallons	5.72 per 1,000 gallons
Doe Creek Bulk Rate	\$ 3.33 per 1,000 gallons
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Otter Creek Bulk Rate	\$ 3.44 per 1,000 gallons
Bulk Loading Station Sales	\$ 5.32 per 1,000 gallons
Duik Loading Station Sales	\$ 5.52 per 1,000 galloris

*Meade County Water District 1003 Armory Place P. O. Box 367 Brandenburg, KY 40108

*Joe Bartley General Manager Meade County Water District 1003 Armory Place P. O. Box 367 Brandenburg, KY 40108