COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF)CASE NO.WEST MCCRACKEN COUNTY WATER DISTRICT)2017-00387

ORDER

On September 25, 2017, West McCracken County Water District ("West McCracken") 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:

1. West McCracken purchases water from Paducah Water Works ("Paducah").

Paducah notified West McCracken that its wholesale rate would increase from \$1.90 per 1,000 gallons to \$2.10 per 1,000 gallons effective October 1, 2017.² West McCracken proposed to increase the water rates to its customers effective October 1, 2017, to reflect the increased cost of purchased water from Paducah.

 West McCracken proposes a purchased water adjustment factor of \$0.30 per 1,000 gallons.

¹ KRS 278.015; 807 KAR 5:068.

² TFS 2016-00454 (Ky. PSC Filed July 29, 2016); the tariff was accepted for filing by the Commission by letter dated September 29, 2015.

4. During the 12 months ended August 31, 2017, West McCracken purchased 145,421,600 gallons of water from Paducah. During the same period, West McCracken sold 96,942,131 gallons of water. The increase in the cost of purchased water is \$29,084.32, resulting in a purchased water adjustment factor of \$0.30 per 1,000 gallons, as requested by West McCracken.

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 as requested by West McCracken.

6. West McCracken's proposed rates, as set forth in Appendix B to this Order, are fair, just and reasonable and should be approved for water service rendered by West McCracken on and after October 1, 2017.

IT IS THEREFORE ORDERED that:

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

2. The rates as set forth in Appendix B to this Order are approved for water service rendered by West McCracken on and after October 1, 2017.

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

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By the Commission

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	OCT 1 2 2017			
	KENTUCKY PUBLIC SERVICE COMMISSION			

ATTEST:

<u>Executive Director</u>

Case No. 2017-00387

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2017-00387 DATED **OCT 1 2 2017**

	New Rate	Base Rate	
Paducah Purchases in gallons Volumetric rate	145,421,600 <u>\$ 2.10/1,000</u> \$305,385.36	145,421,600 <u>\$ 1.90/1,000</u> \$276,301.04	
Increa	sed water cost	\$ 29,084.32	
Increased water cost Divided by gallons sold/1	,000	\$ 29,084.32 <u>96,942,131</u>	
Purchased water adjustm	nent factor	\$ 0.3000 \$ 0.30 per 1,000 gallons	

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2017-00387 DATED **OCT 1 2 2017**

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

First	100,000	Gallons	\$6.13	per 1,000 Gallons
Over	100,000	Gallons	4.43	per 1,000 Gallons
Bulk Water Sales			\$6.56	per 1,000 Gallons

*West McCracken County Water District 8020 Ogden Landing Road West Paducah, KY 42086

*Sheila Mansfield West McCracken County Water District 8020 Ogden Landing Road West Paducah, KY 42086