COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF) CASE NO. BOONE COUNTY WATER DISTRICT) 2017-00460

ORDER

On December 5, 2017, Boone County Water District ("Boone County") 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 County purchases water from the Boone-Florence Water Commission ("Boone-Florence").
- 2. Boone-Florence notified Boone County that its wholesale rate would increase from \$3.1800 per 1,000 gallons to \$3.2754 per 1,000 gallons effective January 1, 2017. Boone County proposes to increase the water rates to its customers effective January 1, 2018, to reflect the increased cost of purchased water from Boone-Florence.
- Boone County proposed a purchased water adjustment factor of \$0.11 per
 1,000 gallons.
- 4. During the 12 months ended August 31, 2017, Boone County purchased 2,734,944,564 gallons of water from Boone-Florence. During the same period, Boone County sold 2,479,651,183 gallons of water. The increase in the cost of purchased

¹ KRS 278.015; 807 KAR 5:068.

water is \$260,913.42, resulting in a purchased water adjustment factor of \$0.11 per 1,000 gallons.

- 5. The purchased water adjustment factor of \$0.11 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.
- 6. Boone County'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 Boone County on and after January 1, 2018.

IT IS THEREFORE ORDERED that:

- 1. The purchased water adjustment factor of \$0.11 per 1,000 gallons is approved.
- Boone County's proposed rates as set forth in Appendix B to this Order are approved for water service rendered by Boone County on and after January 1, 2018.
- Within 20 days of the date of this Order, Boone 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

DEC 19 2017

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2017-00460 DATED DEC 1 9 2017

	New Rate	Base Rate
Boone-Florence		
Purchases in gallons	2,734,944,564	2,734,944,564
Volumetric rate	\$3.2754/1,000	\$3.1800/1,000
	\$8,958,037.42	\$8,697,124.71

Increased water cost

\$260,913.71

Increased water cost	\$260,913.71
Divided by gallons sold/1,000	<u>2,479,651,183</u>
	\$ 0.1052

Purchased water adjustment factor

\$0.11 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2017-00460 DATED DEC 1 9 2017

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 authority of the Commission prior to the effective date of this Order.

Monthly Water Rates

Schedule A				
First	3,000	Gallons	\$17.52	Minimum Bill
Next	2,000	Gallons	5.34	per 1,000 Gallons
Next	5,000	Gallons	5.09	per 1,000 Gallons
Over	10,000	Gallons	4.34	per 1,000 Gallons
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Schedule B				
First	3,000	Gallons	\$17.52	Minimum Bill
Next	2,000	Gallons	5.84	per 1,000 Gallons
Next	5,000	Gallons	5.34	per 1,000 Gallons
Next	140,000	Gallons	5.09	per 1,000 Gallons
Over	150,000	Gallons	4.34	per 1,000 Gallons

Monthly Minimums

Tank Wagon Sales

\$4.28 per 1,000 Gallons (must be divisible by 4 to accommodate tokens)

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

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*Honorable David A Koenig Attorney At Law 223 Main Street P.O. Box 6205 Florence, KENTUCKY 41022-6205