COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF)NORTHEAST WOODFORD COUNTY WATER)DISTRICT)

CASE NO. 2018-00265

ORDER

On August 10, 2018, Northeast Woodford County Water District (Northeast Woodford District) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹

On September 4, 2018, Northeast Woodford District supplemented the filing by letter requesting the Purchase Water Adjustment factor to be \$0.04 per 1,000 gallons.

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

1. Northeast Woodford District purchases water from the Electric and Water Plant Board of the city of Frankfort (Frankfort), and the city of Versailles (Versailles).

2. Frankfort notified Northeast Woodford District that Frankfort's Kentucky River Authority (KRA) fee would increase from \$0.20 per 1,000 gallons to \$0.29 per 1,000 gallons effective July 26, 2018.²

¹ KRS 278.015; 807 KAR 5:068.

 $^{^2}$ TFS 2018-00313 (Ky. PSC filed June 26, 2018); the tariff was accepted for filing by the Commission by letter dated July 26, 2018.

3. Northeast Woodford District proposed a purchased water adjustment factor of \$0.04 per 1,000 gallons in its application.

4. During the 12 months ended April 30, 2018, Northeast Woodford District purchased 44,987,000 gallons of water from Frankfort. Also, during this period, Northeast Woodford District purchased 95,311,100 gallons of water from Versailles. During the same period, Northeast Woodford District sold 134,826,500 gallons of water. The increase in the cost of purchased water is \$4,048.83, resulting in a purchased water adjustment factor of \$0.04 per 1,000 gallons.

5. The purchased water adjustment factor of \$0.04 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable, and should be approved as requested by Northeast Woodford District.

6. Northeast Woodford District's proposed rates should be 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 Northeast Woodford District on and after August 15, 2018.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment factor of \$0.04 per 1,000 gallons is approved.

2. The rates proposed by Northeast Woodford District are approved.

3. The rates as set forth in Appendix B to this Order are approved for water service rendered by Northeast Woodford District on and after August 15, 2018.

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4. Within 20 days of the date of entry of this Order, Northeast Woodford District shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing the rates approved herein.

5. Within 30 days of the date of entry of this Order, Northeast Woodford District shall file with the Commission Proof of Notice, pursuant to 807 KAR 5:068, Section 5(3).

6. Any document filed pursuant to ordering paragraphs 4 or 5 of this Order shall reference the case number and shall be retained in the post-case correspondence file.

7. This case is closed and removed from the Commission's docket.

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By the Commission

ENTERED				
SEP 0 6 2018				
KENTUCKY PUBLIC SERVICE COMMISSION				

ATTEST:

How R. Purson Executive Director

Case No. 2018-00265

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2018-00265 DATED SEP 0 6 2018

Frankfort	New Rate	Base Rate	
Purchases in Gallons Volumetric rate	44,987,000 <u>\$ 2.64/1000</u> \$118,765.68	44,987,000 <u>\$ 2.55/1000</u> \$114,716.85	
Versailles Purchases in Gallons Volumetric rate	95,311,100 NO CHANGE	95,311,100 NO CHANGE	
Increased water cost		\$ 4,048.83	
Increased water cost Divided by gallons sold/ Purchased water adjust		\$ 4,048.83 <u>134,826,500</u> \$ 0.03003 per 1,000 Gallon	S
		or \$ 0.04 per 1,000 Gallons	

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2018-00265 DATED SEP 0 6 2018

The following rates and charges are prescribed for the customers in the area served by Northeast Woodford 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

5/8 x 3/4 Inch Meter

First	2,000 Gallons	\$	13.14 Minimum Bill			
Next	2,000 Gallons		4.36 per 1,000 Gallons			
Next	6,000 Gallons		4.07 per 1,000 Gallons			
Over	10,000 Gallons		3.85 per 1,000 Gallons			
2 Inch Meter						
First	20,000 Gallons	\$	84.78 Minimum Bill			
Over	20,000 Gallons		3.85 per 1,000 Gallons			

*Northeast Woodford County Water District 225A South Main Street Versailles, KY 40383

*John S Davis Chairman Northeast Woodford County Water District 225A South Main Street Versailles, KY 40383