COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
FILING OF SOUTHEAST DAVIESS COUNTY) CASE NO.
WATER DISTRICT	2018-00365

ORDER

On October 30, 2018, Southeast Daviess County Water District (Southeast Daviess District) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹

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

- Southeast Daviess District purchases water from Owensboro Municipal Utilities (Owensboro).
- 2. Owensboro notified Southeast Daviess District that its wholesale rate would increase from \$1.665 per 1,000 gallons to \$1.850 per 1,000 gallons effective December 1, 2018. Southeast Daviess District proposes to increase the water rates to its customers effective December 1, 2018, to reflect the increased cost of purchased water from Owensboro.
- Southeast Daviess District proposed a purchased water adjustment factor of \$0.210 per 1,000 gallons in its application.

¹ KRS 278.012; 807 KAR 5:068.

- 4. During the 12 months ended September 30, 2018, Southeast Daviess District purchased 682,347,600 gallons of water from Owensboro. During the same period, Southeast Daviess District sold 598,809,280 gallons of water. The increase in the cost of purchased water is \$126,234.310, resulting in a purchased water adjustment factor of \$0.210 per 1,000 gallons.
- 5. The purchased water adjustment factor of \$0.210 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.
 - 6. Southeast Daviess 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 Southeast Daviess District on and after December 1, 2018.

IT IS THEREFORE ORDERED that:

- The purchased water adjustment factor of \$0.210 per 1,000 gallons is approved.
 - 2. The rates proposed by Southeast Daviess District are approved.
- The rates as set forth in Appendix B to this Order are approved for water service rendered by Southeast Daviess District on and after December 1, 2018.
- 4. Within 20 days of the date of entry of this Order, Southeast Daviess District shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing the rates approved herein.
 - 5. This case is closed and removed from the Commission's docket.

By the Commission

ENTERED

NOV 1 5 2018

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2018-00365 DATED NOV 1 5 2018

Owensboro Purchases in Gallons Wholesale rate	New Rate	Base Rate
	682,347,600 \$1.850/1,000 \$1,262,343.060	682,347,600 \$1.665/1,000 \$1,136,108.754
Increased water cost		\$ 126,234.306
Increased water cost Divided by Gallons sold/1,000 Purchased water adjustment factor		\$ 126,234.306 598,809,280 \$ 0.2108 per 1,000 Gallons
		or \$ 0.210 per 1.000 Gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2018-00365 DATED NOV 1 5 2018

The following rates and charges are prescribed for the customers in the area served by Southeast Daviess District 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

Customer Charge

5/8" X 3/4" Meter	\$2.53 Per Month
1"	3.54 Per Month
1 ½"	4.55 Per Month
2"	7.34 Per Month
3"	27.83 Per Month
4"	35.42 Per Month
6"	53.13 Per Month
8"	73.37 Per Month
<u>Usage Charges</u> First 20,000 Gallons Over 20,000 Gallons	3.83 Minimum Bill 2.98 Per 1,000 Gallons
Wholesale Water Rate	
City of Whitesville	2.24 Per 1,000 Gallons
East Daviess County Water Association	2.24 Per 1,000 Gallons
Owensboro Municipal Utilities	2.24 Per 1.000 Gallons

*Southeast Daviess County Water District 3400 Bittel Road Owensboro, KY 42301

*William G Higdon Manager Southeast Daviess County Water District 3400 Bittel Road Owensboro, KY 42301