

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF ) CASE NO.  
MARION COUNTY WATER DISTRICT ) 2018-00254

ORDER

On July 24, 2018, Marion County Water District (Marion District) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.<sup>1</sup>

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

1. Marion District purchases water from Lebanon Water Works Company (Lebanon), and Campbellsville Municipal Water and Sewer (Campbellsville).
2. Lebanon notified Marion District that its wholesale monthly meter charge would increase from \$7.35 to \$7.84 per month and its volumetric rate would decrease from \$4.4783 per 1,000 gallons to \$3.8767 per 1,000 gallons effective July 12, 2018.<sup>2</sup> Marion District proposes to decrease the water rates to its customers effective July 12, 2018, to reflect the decreased cost of purchased water from Lebanon.
3. Marion District proposed a purchased water adjustment factor of \$(0.70) per 1,000 gallons in its application.

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<sup>1</sup> KRS 278.012; 807 KAR 5:068.

<sup>2</sup> TFS 2018-00248 (Ky. PSC filed May 24, 2018); the tariff was accepted for filing by the Commission by letter dated June 15, 2018.

4. During the 12 months ended June 30, 2018, Marion District purchased 455,486,223 gallons of water from Lebanon and 3,556,400 gallons of water from Campbellsville. During the same period, Marion District sold 388,514,587 gallons of water. The decrease in the cost of purchased water is \$(273,949.95), resulting in a purchased water adjustment factor of \$(0.70) per 1,000 gallons.

5. The purchased water adjustment factor of \$(0.70) per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just and reasonable, and should be approved.

6. Marion 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 Marion District on and after July 12, 2018.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment factor of \$(0.70) per 1,000 gallons is approved.

2. The rates proposed by Marion District are approved.

3. The rates as set forth in Appendix B to this Order are approved for water service rendered by Marion District on and after July 12, 2018.

4. Within 20 days of the date of entry of this Order, Marion District 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  
AUG 16 2018  
KENTUCKY PUBLIC  
SERVICE COMMISSION

ATTEST:

  
\_\_\_\_\_  
Executive Director

Case No. 2018-00254

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
 COMMISSION IN CASE NO. 2018-00254 DATED **AUG 16 2018**

	New Rate	Base Rate
Lebanon		
Monthly Meter Charge	12 Meters x \$7.84 / meter <u>x 12 months</u> \$1,128.96	12 Meters x \$7.35 / meter <u>x 12 months</u> \$1,058.40
Purchases in Gallons	455,486,223	455,486,223
Wholesale rate	<u>\$ 3.8767/1,000</u> \$1,765,783.44	<u>\$ 4.4783/1,000</u> \$2,039,803.95
Campbellsville		
Purchases in Gallons	3,556,400	3,556,400
Wholesale rate	<u>No Change</u>	<u>No Change</u>
Total	\$1,766,912.40	\$2,040,862.35
Decreased water cost		\$ (273,949.95)
Decreased water cost		\$ (273,949.95)
Divided by Gallons sold/1,000		<u>388,514,587</u>
Purchased water adjustment factor		\$ (0.7051) per 1,000 Gallons
		or \$ (0.70) per 1,000 Gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 2018-00254 DATED **AUG 16 2018**

The following rates and charges are prescribed for the customers in the area served by Marion 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 Customer Charge

5/8-Inch X 3/4-Inch Meter	\$7.45 Minimum Bill
1-Inch Meter	\$16.20 Minimum Bill
2-Inch Meter	\$25.68 Minimum Bill
3-Inch Meter	\$40.73 Minimum Bill
4-Inch Meter	\$64.60 Minimum Bill
6-Inch Meter	\$162.59 Minimum Bill

Water Charge

All Usage	\$6.28 per 1,000 Gallons
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\*Marion County Water District  
1835 Campbellsville Road  
P. O. Box 528  
Lebanon, KY 40033

\*Jeff Preston  
Chairman  
Marion County Water District  
P. O. Box 528  
Lebanon, KY 40033