COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF) CASE NO. MARION COUNTY WATER DISTRICT) 2019-00200

ORDER

On June 12, 2019, Marion County Water District (Marion District) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹

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

- 1. Marion District purchases water from the Campbellsville Municipal Water and Sewer (Campbellsville) and the Lebanon Water Works Company (Lebanon Water).
- 2. Campbellsville notified Marion District that its wholesale rate would increase from \$1.97 per 1,000 gallons to \$2.35 per 1,000 gallons effective July 1, 2019. Marion District proposes to increase the water rates to its customers effective July 1, 2019, to reflect the increased cost of purchased water from Campbellsville.
- Marion District proposed a purchased water adjustment factor of \$0.01 per
 1,000 gallons in its application.
- 4. During the 12 months ended April 30, 2019, Marion District purchased 3,554,000 gallons of water from Campbellsville and 453,891,375 gallons of water from Lebanon Water. During the same period, Marion District sold 374,975,864 gallons of

¹ KRS 278.015; 807 KAR 5:068.

water. The increase in the cost of purchased water is \$1,350.20, resulting in a purchased water adjustment factor of \$0.01 per 1,000 gallons.

- 5. The purchased water adjustment factor of \$0.01 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 1, 2019.

IT IS THEREFORE ORDERED that:

- The purchased water adjustment factor of \$0.01 per 1,000 gallons is approved.
 - 2. The rates proposed by Marion District are approved.
- The rates as set forth in Appendix B to this Order are approved for water service rendered by Marion District on and after July 1, 2019.
- 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.
 - 5. This case is hereby closed and removed from the Commission's docket.

By the Commission

ENTERED

JUL 1 1 2019

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2019-00200 DATED JUL 1 1 2019

Campbellsville Purchases in Gallons Wholesale rate	New Rate	Base Rate	
	3,554,000 \$2.35/1,000 \$8,351.90	3,554,000 <u>\$1.97/1,000</u> \$7,001.38	
Lebanon Purchases in Gallons Wholesale rate	453,891,375 NO CHANGE	453,891,375 <u>NO CHANGE</u>	
Total	\$8,351.90	\$ 7,001.38	
Increased water cost		\$ 1,350.52	
Increased water cost Divided by Gallons sold/1,000 Purchased water adjustment factor		\$ 1,350.52 <u>374,975,864</u> \$ 0.0036 per 1,000 Gallo	ns

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2019-00200 DATED JUL 1 2019

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 Water Rates

All Usage

6.29 Per 1,000 Gallons

*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