

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF) CASE NO.
NORTHEAST WOODFORD COUNTY WATER) 2017-00414
DISTRICT

ORDER

On October 16, 2017, Northeast Woodford County Water District (“Northeast Woodford”) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹ By letter dated October 23, 2017, the Commission notified Northeast Woodford that its application was rejected as deficient. On November 14, 2017, Northeast Woodford filed to correct its filing deficiencies and its application was accepted for filing on November 15, 2017.

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

1. Northeast Woodford purchases water from Frankfort Electric & Water Plant Board (“Frankfort”) and the city of Versailles (“Versailles”).
2. Frankfort, pursuant to a previous Commission Order, increased its rate to Northeast Woodford effective November 1, 2017, from \$2.45 per 1,000 gallons to \$2.55 per 1,000 gallons.² Northeast Woodford proposed to increase the water rates to its

¹ KRS 278.015; 807 KAR 5:068.

² See Case No. 2014-0254, *Proposed Adjustment of the Wholesale Water Service Rates of Frankfort Electric and Water Plant Board*, Parties Joint Settlement Stipulation and Recommendation (filed Oct. 10, 2014).

customers effective November 12, 2017, to reflect the increased cost of purchased water.

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

4. During the 12 months ended on August 31, 2017, Northeast Woodford purchased 48,898,500 gallons of water from Frankfort and 96,049,900 gallons from Versailles. During the same period, Northeast Woodford sold 141,098,000 gallons of water. The increase in the cost of purchased water is \$4,889.85, resulting in a purchased water adjustment factor of \$0.04 per 1,000 gallons.

5. The proposed 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.

6. Northeast Woodford'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 Northeast Woodford on and after November 12, 2017.

IT IS THEREFORE ORDERED that:

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

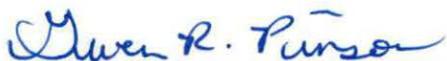
2. The rates as set forth in Appendix B to this Order are approved for water service rendered by Northeast Woodford on and after November 12, 2017.

3. Within 20 days of the date of this Order, Northeast Woodford 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
NOV 29 2017
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:


Executive Director

Case No. 2017-00414

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
 COMMISSION IN CASE NO. 2017-00414 DATED **NOV 29 2017**

| | New Rate | Base Rate |
|----------------------|---------------------|---------------------|
| Frankfort | | |
| Purchases in Gallons | 48,898,500 | 48,898,500 |
| Volumetric rate | <u>\$2.55/1,000</u> | <u>\$2.45/1,000</u> |
| | \$124,691.18 | \$119,801.33 |
| Versailles | | |
| Purchases in Gallons | 96,049,900 | 96,049,900 |
| Volumetric rate | <u>NO CHANGE</u> | <u>NO CHANGE</u> |

Increased water cost \$4,889.85

Increased water cost \$ 4,889.85
 Divided by gallons sold/1,000 141,098,000
 Purchased water adjustment factor \$ 0.346
 or \$ 0.04 per 1,000 Gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2017-00414 DATED **NOV 29 2017**

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

Monthly Rates

5/8- X 3/4-Inch Meter

| | | | |
|-------|----------------|---------|-------------------|
| First | 2,000 Gallons | \$12.92 | Minimum Bill |
| Next | 2,000 Gallons | 4.25 | per 1,000 Gallons |
| Next | 6,000 Gallons | 3.96 | per 1,000 Gallons |
| Over | 10,000 Gallons | 3.74 | per 1,000 Gallons |

2-Inch Meter

| | | | |
|-------|----------------|---------|-------------------|
| First | 20,000 Gallons | \$82.58 | Minimum Bill |
| Over | 20,000 Gallons | 3.74 | 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