

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC PURCHASED WATER ADJUSTMENT )	CASE NO.
FILING OF JESSAMINE-SOUTH ELKHORN WATER )	2018-00238
DISTRICT )	

ORDER

On July 16, 2018, Jessamine-South Elkhorn Water District (Jessamine-South Elkhorn 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. Jessamine-South Elkhorn District purchases water from the city of Nicholasville (Nicholasville), the city of Wilmore (Wilmore), and Kentucky-American Water Company (Kentucky-American).

2. Nicholasville notified Jessamine-South Elkhorn District that its wholesale volumetric water rate would increase from \$2.81 per 1,000 gallons to \$2.94 per 1,000 gallons effective July 1, 2018.<sup>2</sup> Jessamine-South Elkhorn District proposes to increase the water rates to its customers effective July 1, 2018, to reflect the increased cost of purchased water from Nicholasville.

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

<sup>2</sup> TFS 2018-00260 (Ky. PSC filed May 25, 2018); the tariff was accepted for filing by the Commission by letter dated June 29, 2018.

3. Jessamine-South Elkhorn District proposed a purchased water adjustment factor of \$0.02 per 1,000 gallons in its application.

4. During the 12-month period that ended May 31, 2018, Jessamine-South Elkhorn District purchased 29,207,370 gallons of water from Nicholasville, 234,384,825 gallons of water from Kentucky-American, and 17,250 gallons of water from Wilmore. During the same period, Jessamine-South Elkhorn District sold 224,810,675 gallons of water. The increase in the cost of purchased water is \$3,796.96, resulting in a purchased water adjustment factor of \$0.02 per 1,000 gallons.

5. The purchased water adjustment factor of \$0.02 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable, and should be approved.

6. Jessamine-South Elkhorn 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 Jessamine-South Elkhorn District on and after July 1, 2018.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment factor of \$0.02 per 1,000 gallons is approved.

2. The rates proposed by Jessamine-South Elkhorn District are approved.

3. The rates as set forth in Appendix B to this Order are approved for water service rendered by Jessamine-South Elkhorn District on and after July 1, 2018.

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

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By the Commission

ENTERED  
AUG 01 2018  
KENTUCKY PUBLIC  
SERVICE COMMISSION

ATTEST:

For   
Executive Director

Case No. 2018-00238

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 2018-00238 DATED **AUG 01 2018**

	New Rate	Base Rate
Nicholasville		
Purchases in Gallons	29,207,370	29,207,370
Wholesale rate	<u>\$ 2.94/1,000</u>	<u>\$ 2.81/1,000</u>
	\$85,869.67	\$82,072.71
Kentucky-American		
Purchases in Gallons	234,384,825	234,384,825
Wholesale rate	<u>No Change</u>	<u>No Change</u>
Wilmore		
Purchases in Gallons	17,250	17,250
Wholesale rate	<u>No Change</u>	<u>No Change</u>
Total	\$85,869.67	\$82,072.71
Increased water cost		\$ 3,796.96
Increased water cost		\$ 3,796.96
Divided by Gallons sold/1,000		<u>224,810,675</u>
Purchased water adjustment factor		\$ 0.0168 per 1,000 Gallons
		or \$ 0.02 per 1,000 Gallons

## APPENDIX B

### APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2018-00238 DATED **AUG 01 2018**

The following rates and charges are prescribed for the customers in the area served by Jessamine-South Elkhorn 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	\$26.64	Minimum Bill
Next	2,000 Gallons	7.67	Per 1,000 Gallons
Next	2,000 Gallons	7.57	Per 1,000 Gallons
Next	10,000 Gallons	7.47	Per 1,000 Gallons
Next	8,000 Gallons	7.37	Per 1,000 Gallons
Over	24,000 Gallons	7.27	Per 1,000 Gallons

##### 1-Inch Meter

First	10,000 Gallons	\$87.00	Minimum Bill
Next	6,000 Gallons	7.47	Per 1,000 Gallons
Next	8,000 Gallons	7.37	Per 1,000 Gallons
Over	24,000 Gallons	7.27	Per 1,000 Gallons

##### 1 1/2-Inch Meter

First	24,000 Gallons	\$190.78	Minimum Bill
Over	24,000 Gallons	7.27	Per 1,000 Gallons

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