

WEST DAVIESS COUNTY WATER DISTRICT

3400 Bittel Rd.
Owensboro, KY 42301
Phone: (270) 685-5594
Fax: (270) 683-6324

RECEIVED

MAR 29 2019

**PUBLIC SERVICE
COMMISSION**

March 26, 2019

To : Executive Director
Public Service Commission

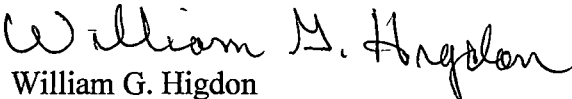
RE : Purchased Water Adjustment

To Whom It May Concern,

At the regular meeting of the Board of Commissioners of the West Daviess County Water District on March 19, 2019, it was decided to file with the Public Service Commission a purchased water adjustment due to our supplier, Owensboro Municipal Utilities, increasing our wholesale rate. Attached you will find the original and 10 copies of the application along with supplemental information requested by the Public Service Commission.

If you have any questions concerning this request or need additional information, please contact our office. Thank You.

Sincerely,


William G. Higdon
Manager

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MAR 29 2019

PUBLIC SERVICE
COMMISSIONPURCHASED WATER ADJUSTMENT FOR
WATER DISTRICTS AND WATER ASSOCIATIONS
(807 KAR 5:068)

Name of Utility	WEST DAVIESS COUNTY WATER DISTRICT	
Date	MARCH 19, 2019	
Address	3400 BITTEL RD	
City, State, Zip	OWENSBORO, KY	42301
Telephone Number	270-685-5594	
Email Address	kkrampe@oolwireless.net	

1.a. Name of all wholesale suppliers and the base (current) rate and changed rate of each. In the event the water purchased is billed by the supplier on a rate that is not a flat rate schedule, the entire rate schedule must be shown. Attach additional sheets if necessary.

Supplier(s)	Base Rate	Changed Rate
OWENSBORO MUNICIPAL UTILITIES	\$ 2.20 PER 1,000 GALLONS	\$ 2.27 PER 1,000 GALLONS

1.b. A copy of the supplier's notice of the changed rate showing the effective date of the increase is attached as Exhibit A.

2. Twelve-month period upon which the purchased water adjustment is based. (This twelve-month period must end within 90 days of this filing).

From	MARCH 2018	through	FEBRUARY 2019
	(month and year)		(month and year)

3. Statement of water purchases. Where water is purchased from more than one supplier, purchases from each supplier must be shown separately. If water is purchased through a declining block rate schedule, purchases for each month must be shown. Attach an additional sheet if necessary.

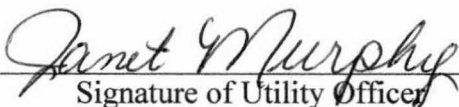
Supplier(s)	Gallons Purchased during 12 month period
OWENSBORO MUNICIPAL UTILITIES	436,588,000
TOTAL PURCHASES	436,588,000
4. Total gallons sold for the 12 month period	349,460,470
5. Increased water cost	\$ 30,561.16
<p>The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate. The calculation and all supporting documents used to determine the change in purchased water costs sufficient to determine the accuracy of the calculation is attached as Exhibit b.</p>	
6. Purchased water adjustment factor	\$.09 PER 1,000 GALLONS
<p>The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold.</p>	
<p>Note: The purchased water adjustment factor is added to each thousand gallons sold. If the minimum usage is 2,000 gallons then the purchased water adjustment factor would be added to the minimum bill twice.</p>	
7. A schedule listing the current and proposed rates is attached as Exhibit C.	
8. A copy of the resolution or other document of the utility's governing body authorizing the proposed rates is attached as Exhibit D.	
9. Proposed effective date	JUNE 1, 2019
	
Signature of Utility Officer	
BOARD CHAIRPERSON	
Title	

Exhibit B

West Daviess County Water District

Increased Water Cost and Purchased Water Adjustment Factor

Calculation for Increased Water Cost

		<u>Sales</u>	<u>Gallons Purchased</u>
Mar	2018	22,649,910	29,762,100
Apr		25,632,570	35,866,000
May		30,002,820	41,803,300
Jun		36,474,650	40,299,700
Jul		35,781,520	46,844,800
Aug		36,163,150	41,459,700
Sep		31,613,740	35,553,500
Oct		29,237,740	37,255,300
Nov		25,041,180	31,691,300
Dec		24,885,300	29,049,400
Jan	2019	26,529,660	36,197,800
Feb		25,448,230	30,805,100
		<u>349,460,470</u>	<u>436,588,000</u>

Current Wholesale Rate		2.200	
% increase	x	<u>1.0318</u>	3.18%
New Wholesale Rate		2.270	

Water cost at changed rate
436,588,000 x 2.27 per 1,000 gallons = \$ 991,054.76

Water cost at base rate
436,588,000 x 2.20 per 1,000 gallons = \$ 960,493.60

Increased water cost \$ 30,561.16

Calculation for Purchased Water Adjustment Factor

Increase of water cost divided by total gallons sold divided by 1,000
\$ 30,561.16 / 436,588,000 / 1000 gallons = 0.09 per 1,000

Exhibit C

West Daviess County Water District

Current and Proposed Rates

<u>Description</u>	<u>Current Rates</u>	<u>Proposed Rates</u>	<u>% Increase</u>
Residential, Apartments, Commercial, & Farmstead			
<u>Usage Charge</u>			
First 20,000 gallons (per 1,000 gallons)	\$ 4.76	\$ 4.85	1.89%
Over 20,000 gallons (per 1,000 gallons)	\$ 3.68	\$ 3.77	2.45%
Wholesale			
<u>Usage Charge</u>			
Per 1,000 gallon	\$ 3.10	\$ 3.19	2.90%

Exhibit D

RESOLUTION NO. 2019-03-12

RESOLUTION OF THE WEST DAVIESS COUNTY WATER DISTRICT APPROVING THE SUBMITTAL OF A PURCHASED WATER RATE ADJUSTMENT TO THE PUBLIC SERVICE COMMISSION

WHEREAS, West Daviess County Water District ("District") purchases water from Owensboro Municipal Utilities ("OMU")

WHEREAS, OMU has informed the District by letter dated March 8, 2019 of its intent to increase the District's wholesale water rate from \$ 2.20 to \$ 2.27 per 1,000 gallons effective June 1, 2019.

WHEREAS, the District may submit a purchased water rate adjustment to the Public Service Commission to recover the increased cost of water from OMU.

WHEREAS, the District's calculation of the purchased water rate adjustment yields an increase of \$.09 per 1,000 gallons to the District's water rate uniformly for all customers.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF COMMISSIONERS OF THE WEST DAVIESS COUNTY WATER DISTRICT AS FOLLOWS:

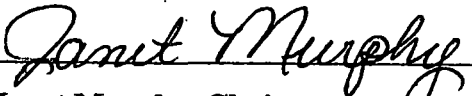
Section 1. Approve the submittal of a purchased water adjustment to the Public Service Commission in the amount of \$.09 per 1,000 gallons for all customers of the West Daviess County Water District to become effective June 1, 2019.

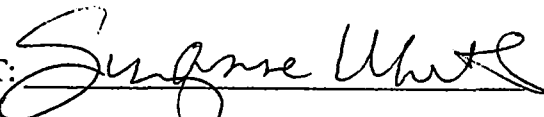
Section 2. Authorize the Chairperson to sign all necessary documents of the purchased water adjustment and tariff sheets to fully execute the purchased water adjustment submittal.

Section 3. This resolution shall take effect upon its adoption.

ADOPTED BY THE BOARD OF COMMISSIONERS OF THE WEST DAVIESS COUNTY WATER DISTRICT AT A MEETING HELD ON MARCH 19, 2019, SIGNED BY THE CHAIRPERSON, AND ATTESTED BY THE SECRETARY.

WEST DAVIESS COUNTY WATER DISTRICT

BY: 
Janet Murphy, Chairperson

ATTEST: 
Suzanne White, Secretary

FOR West Daviess County, Kentucky
Community, Town or City

P.S.C. KY. No. 1

2nd Revised Sheet No. 1

West Daviess County Water District
(Name of Utility)

CANCELLING P.S.C. KY. No. 2018-00364

1st Revised Sheet No. 1

RATES AND CHARGES

A. MONTHLY RATES:

Customer Charge

5/8" x 3/4" Meters	\$ 3.25 per month
1" Meters	\$ 4.55 per month
1 1/2" Meters	\$ 5.85 per month
2" Meters	\$ 9.43 per month
3" Meters	\$ 35.75 per month
4" Meters	\$ 45.50 per month
6" Meters	\$ 68.25 per month
8" Meters	\$ 94.25 per month

Usage Charge

First 20,000 gallons	\$ 4.85 per 1,000 gallons (l)
Over 20,000 gallons	\$ 3.77 per 1,000 gallons (l)

DATE OF ISSUE _____

Month / Date / Year

DATE EFFECTIVE June 1, 2019

Month / Date / Year

ISSUED BY _____

Signature of Officer

TITLE Board Chairperson

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

FOR : West Daviess County, Kentucky
Community, Town or City

P.S.C. KY. NO. 1

2nd Revised Sheet No. 5

West Daviess County Water District
(Name of Utility)

CANCELLING P.S.C. KY. No. 2018-00364

1st Revised Sheet No. 5

RATES AND CHARGES

D. PURCHASED WATER RATES:

	<u>Rate</u>
Owensboro Municipal Utilities	\$ 2.27 per 1,000 Gallons (I)

E. WHOLESALE WATER RATES:

	<u>Rate</u>
McLean County Water District	\$ 3.19 per 1,000 Gallons (I)
Beech Grove Water Association	\$ 3.19 per 1,000 Gallons (I)

DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE June 1, 2019
Month / Date / Year

ISSUED BY 
Signature of Officer

TITLE Board Chairperson

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____