

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC PURCHASED WATER)	CASE NO.
ADJUSTMENT FILING OF LARUE COUNTY)	2019-00342
WATER DISTRICT NO. 1)	

ORDER

On September 11, 2019, LaRue County Water District No. 1 (LaRue District No. 1) 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. LaRue District No. 1 purchases water from the city of Campbellsville (Campbellsville), Green-Taylor Water District (Green-Taylor District), the city of Bardstown (Bardstown), the city of New Haven (New Haven), Green River Valley Water District (Green River Valley District), and the city of Hodgenville (Hodgenville).

2. Green River Valley District notified LaRue District No. 1 that its wholesale rate would increase from \$2.14 per 1,000 gallons to \$2.59 per 1,000 gallons effective September 27, 2019. LaRue District No. 1 proposes to increase the water rates to its customers effective September 27, 2019, to reflect the increased cost of purchased water from Green River Valley District.

¹ KRS 278.015; 807 KAR 5:068.

3. LaRue District No. 1 proposed a purchased water adjustment factor of \$0.27 per 1,000 gallons in its application.

4. During the 12 months ended July 31, 2019, LaRue District No. 1 purchased 11,791,000 gallons of water from Campbellsville, 3,266,100 gallons of water from Green-Taylor District, 27,217,700 gallons of water from Bardstown, 11,279,300 gallons of water from New Haven, 93,888,400 gallons of water from Green River Valley District, and 42,604,600 gallons of water from Hodgenville. During the same period, LaRue District No. 1 sold 161,913,551 gallons of water. The increase in the cost of purchased water is \$42,249.78, resulting in a purchased water adjustment factor of \$0.27 per 1,000 gallons.

5. The purchased water adjustment factor of \$0.27 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

6. LaRue District No. 1 misapplied the purchased water adjustment factor to the current monthly minimum bills for its larger sized meters.

7. LaRue District No. 1's proposed rates are denied.

8. 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 LaRue District No. 1 on and after September 27, 2019.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment factor of \$0.27 per 1,000 gallons is approved.

2. The rates proposed by LaRue District No. 1 are denied.

3. The rates, as set forth in Appendix B to this Order, are approved for water service rendered by LaRue District No. 1 on and after September 27, 2019.

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

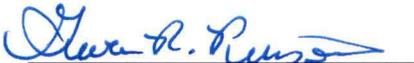
5. This case is hereby closed and removed from the Commission's docket.

[REMAINDER OF PAGE INTENTIONALLY LEFT BLANK]

By the Commission

ENTERED
OCT 07 2019
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:


Executive Director

Case No. 2019-00342

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2019-00342 DATED **OCT 07 2019**

	New Rate	Base Rate
Green River Valley District		
Purchases in Gallons	93,888,400	93,888,400
Wholesale rate	<u>\$2.59/1,000</u>	<u>\$2.14/1,000</u>
	\$243,170.96	\$200,921.18
Green-Taylor District		
Purchases in Gallons	3,266,100	3,266,100
Wholesale rate	<u>No Change</u>	<u>\$2.89/1,000</u>
Bardstown		
Purchases in Gallons	27,217,700	27,217,700
Wholesale rate	<u>No Change</u>	<u>\$2.00/1,000</u>
New Haven		
Purchases in Gallons	11,279,300	11,279,300
Wholesale rate	<u>No Change</u>	<u>\$2.33/1,000</u>
Campbellsville		
Purchases in Gallons	11,791,000	11,791,000
Wholesale rate	<u>No Change</u>	<u>\$2.35/1,000</u>
Hodgenville		
Purchases in Gallons	42,604,600	42,604,600
Wholesale rate	<u>No Change</u>	<u>\$2.10/1,000</u>
Total	\$243,170.96	\$ 200,921.18
Increased water cost		\$ 42,249.78
Increased water cost		\$ 42,249.78
Divided by Gallons sold/1,000		<u>161,913,551</u>
Purchased water adjustment factor		\$ 0.2609 per 1,000 Gallons
		or \$ 0.27 per 1,000 Gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2019-00342 DATED **OCT 07 2019**

The following rates and charges are prescribed for the customers in the area served by LaRue County Water District No. 1. 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" Meter

First	1,000	Gallons	\$ 15.32	Minimum bill
Next	4,000	Gallons	7.01	per 1,000 Gallons
Next	5,000	Gallons	6.25	per 1,000 Gallons
All Over	10,000	Gallons	5.08	per 1,000 Gallons

3/4" Meter

First	3,000	Gallons	\$ 29.33	Minimum bill
Next	2,000	Gallons	7.01	per 1,000 Gallons
Next	5,000	Gallons	6.25	per 1,000 Gallons
All Over	10,000	Gallons	5.08	per 1,000 Gallons

1" Meter

First	5,000	Gallons	\$ 43.35	Minimum bill
Next	5,000	Gallons	6.25	per 1,000 Gallons
All Over	10,000	Gallons	5.08	per 1,000 Gallons

1-1/2" Meter

First	10,000	Gallons	\$ 74.58	Minimum bill
All Over	10,000	Gallons	5.08	per 1,000 Gallons

2" Meter

First	20,000	Gallons	\$ 125.36	Minimum bill
All Over	20,000	Gallons	5.08	per 1,000 Gallons

*Jason Pennell
Kentucky Rural Water Association
Post Office Box 1424
1151 Old Porter Pike
Bowling Green, KENTUCKY 42102-1424

*Larue County Water District #1
6215 L & N Turnpike
Buffalo, KY 42716

*Tim Bartley
General Manager
Larue County Water District #1
6215 L & N Turnpike
Buffalo, KY 42716