

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING) CASE NO.
OF NORTH NELSON WATER DISTRICT) 2019-00420

ORDER

On November 21, 2019, North Nelson Water District (North Nelson 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. North Nelson District purchases water from the city of Bardstown (Bardstown) and Louisville Water Company (Louisville Water).
2. Bardstown notified North Nelson District that its wholesale rate would increase from \$2.00 per 1,000 gallons to \$2.45 per 1,000 gallons effective January 1, 2020. North Nelson District proposes to increase the water rates to its customers effective January 1, 2020, to reflect the increased cost of purchased water from Bardstown.
3. North Nelson District proposed a purchased water adjustment factor of \$0.15 per 1,000 gallons in its application.
4. During the 12 months ended October 31, 2019, North Nelson District purchased 87,653,600 gallons of water from Bardstown and 216,857,000 gallons from Louisville Water. During the same period, North Nelson District sold 265,608,300 gallons

¹ KRS 278.015; 807 KAR 5:068.

of water. The increase in the cost of purchased water is \$39,444.12, resulting in a purchased water adjustment factor of \$0.15 per 1,000 gallons.

5. The purchased water adjustment factor of \$0.15 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

6. North Nelson District's proposed rates are 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 North Nelson District on and after January 1, 2020.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment factor of \$0.15 per 1,000 gallons is approved.

2. The rates proposed by North Nelson District are approved.

3. The rates as set forth in Appendix B to this Order are approved for water service rendered by North Nelson District on and after January 1, 2020.

4. Within 20 days of the date of entry of this Order, North Nelson 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
DEC 11 2019
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:

Max R. Penson
Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
 COMMISSION IN CASE NO. 2019-00420 DATED **DEC 11 2019**

	Base Rate	New Rate	Increased Cost
Bardstown			
Purchases in Gallons	87,653,600	87,653,600	
Wholesale rate	<u>\$2.00/1,000</u>	<u>\$2.45/1,000</u>	
	\$175,307.20	\$214,751.32	\$39,444.12
Louisville Water			
Purchases in Gallons	216,857,000	216,857,000	
Wholesale rate	<u>\$2.36/1,000</u>	<u>No Change</u>	
	\$511,782.52	\$511,782.52	
Increased water cost		\$ 39,444.12	
Divided by Gallons sold/1,000		<u>265,608,300</u>	
Purchased water adjustment factor		\$ 0.1485 per 1,000 Gallons	
			or \$ 0.15 per 1,000 Gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2019-00420 DATED **DEC 11 2019**

The following rates and charges are prescribed for the customers in the area served by North Nelson 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

First	2,000 Gallons	\$15.45	Minimum Bill
Next	3,000 Gallons	4.55	Per 1,000 Gallons
Next	5,000 Gallons	4.03	Per 1,000 Gallons
Over	10,000 Gallons	3.68	Per 1,000 Gallons
Truck Loading Stations		7.36	Per 1,000 Gallons

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