

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING) CASE NO.
OF UNION COUNTY WATER DISTRICT) 2019-00464

ORDER

On December 30, 2019, Union County Water District (Union District) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹

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

1. Union District purchases water from the city of Morganfield (Morganfield).
2. Morganfield notified Union District that its wholesale volumetric water rate will increase from \$2.2589 per 1,000 gallons to \$2.5242 per 1,000 gallons effective January 1, 2020.² Union District proposes to increase the water rates to its customers effective January 1, 2020, to reflect the increased cost of purchased water from Morganfield.
3. Union District proposed a purchased water adjustment factor of \$0.32 per 1,000 gallons in its application.
4. During the 12 months ended October 31, 2019, Union District purchased 385,915,800 gallons of water from Morganfield. During the same period, Union District

¹ KRS 278.015; 807 KAR 5:068.

² TFS2019-00693 (Ky. PSC filed December 12, 2019); the tariff was accepted for filing by the Commission by letter dated December 20, 2019.

sold 321,826,793 gallons of water. The increase in the cost of purchased water is \$102,383.46, resulting in a purchased water adjustment factor of \$0.32 per 1,000 gallons.

5. The purchased water adjustment factor of \$0.32 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable, and should be approved.

6. Union District's proposed rate increase 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 Union District on and after January 1, 2020.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment factor of \$0.32 per 1,000 gallons is approved.

2. The rate increases proposed by Union District are approved.

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

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

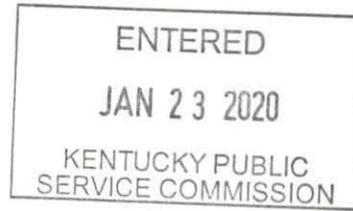
5. Within 30 days of the date of entry of this Order, Union District shall file with the Commission Proof of Notice pursuant to 807 KAR 5:068, Section 5(3).

6. Any document filed pursuant to ordering paragraph 5 of this Order shall reference the number of this case and shall be retained in the post-case correspondence file.

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

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By the Commission



ATTEST:

A handwritten signature in blue ink, appearing to read "Dawn R. Penson". The signature is written in a cursive style and is positioned above a horizontal line.

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2019-00464 DATED **JAN 23 2020**

	New Rate	Base Rate
City of Morganfield		
Purchases in Gallons	385,915,800	385,915,800
Wholesale rate	<u>\$ 2.5242/1000</u>	<u>\$ 2.2589/1000</u>
	\$974,128.66	\$871,745.20

Increased water cost \$ 102,383.46

Increased water cost \$ 102,383.46
 Divided by Gallons sold/1000 321,826,793
 Purchased water adjustment factor \$ 0.3181 per 1000 Gallons

or \$ 0.32 per 1000 Gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2019-00464 DATED **JAN 23 2020**

The following rates and charges are prescribed for the customers in the area served by Union County 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" Meters

First	2,000 Gallons	\$13.33 Minimum Bill
Next	3,000 Gallons	6.66 per 1,000 Gallons
Next	5,000 Gallons	6.26 per 1,000 Gallons
Next	15,000 Gallons	5.91 per 1,000 Gallons
Next	25,000 Gallons	5.61 per 1,000 Gallons
Next	50,000 Gallons	5.21 per 1,000 Gallons
Next	100,000 Gallons	4.81 per 1,000 Gallons
Next	100,000 Gallons	4.41 per 1,000 Gallons
Over	300,000 Gallons	4.01 per 1,000 Gallons

3/4-Inch Meter

First	5,000 Gallons	\$33.30 Minimum Bill
Next	5,000 Gallons	6.26 per 1,000 Gallons
Next	15,000 Gallons	5.91 per 1,000 Gallons
Next	25,000 Gallons	5.61 per 1,000 Gallons
Next	50,000 Gallons	5.21 per 1,000 Gallons
Next	100,000 Gallons	4.81 per 1,000 Gallons
Next	100,000 Gallons	4.41 per 1,000 Gallons
Over	300,000 Gallons	4.01 per 1,000 Gallons

1-Inch Meter

First	10,000 Gallons	\$64.60 Minimum Bill
Next	15,000 Gallons	5.91 per 1,000 Gallons
Next	25,000 Gallons	5.61 per 1,000 Gallons
Next	50,000 Gallons	5.21 per 1,000 Gallons
Next	100,000 Gallons	4.81 per 1,000 Gallons
Next	100,000 Gallons	4.41 per 1,000 Gallons
Over	300,000 Gallons	4.01 per 1,000 Gallons

1 1/2-Inch Meter

First	25,000 Gallons	\$153.25 Minimum Bill
Next	25,000 Gallons	5.61 per 1,000 Gallons
Next	50,000 Gallons	5.21 per 1,000 Gallons
Next	100,000 Gallons	4.81 per 1,000 Gallons
Next	100,000 Gallons	4.41 per 1,000 Gallons
Over	300,000 Gallons	4.01 per 1,000 Gallons

2-Inch Meter

First	50,000 Gallons	\$293.50 Minimum Bill
Next	50,000 Gallons	5.21 per 1,000 Gallons
Next	100,000 Gallons	4.81 per 1,000 Gallons
Next	100,000 Gallons	4.41 per 1,000 Gallons
Over	300,000 Gallons	4.01 per 1,000 Gallons

2 1/2-Inch Meter

First	75,000 Gallons	\$423.74 Minimum Bill
Next	50,000 Gallons	5.21 per 1,000 Gallons
Next	100,000 Gallons	4.81 per 1,000 Gallons
Next	100,000 Gallons	4.41 per 1,000 Gallons
Over	300,000 Gallons	4.01 per 1,000 Gallons

3-Inch Meter

First	100,000 Gallons	\$553.99 Minimum Bill
Next	100,000 Gallons	4.81 per 1,000 Gallons
Next	100,000 Gallons	4.41 per 1,000 Gallons
Over	300,000 Gallons	4.01 per 1,000 Gallons

4-Inch Meter

First	200,000 Gallons	\$1,034.98 Minimum Bill
Next	100,000 Gallons	4.41 per 1,000 Gallons
Over	300,000 Gallons	4.01 per 1,000 Gallons

6-Inch Meter

First	300,000 Gallons	\$1,475.97 Minimum Bill
Over	300,000 Gallons	4.01 per 1,000 Gallons

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