

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

| | | |
|-------------------------------------|---|------------|
| ELECTRONIC PURCHASED WATER |) | CASE NO. |
| ADJUSTMENT FILING OF DAVIESS COUNTY |) | 2021-00196 |
| WATER DISTRICT |) | |

ORDER

On May 7, 2021, Daviess County Water District (Daviess 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. Daviess District purchases water from Owensboro Municipal Utilities (Owensboro) and East Daviess County Water Association (East Daviess Water).

2. Owensboro notified Daviess District that its wholesale rate would increase from \$2.35 per 1,000 gallons to \$2.77 per 1,000 gallons, for the Southeast Division of Daviess District, effective June 1, 2021. Owensboro notified Daviess District that its wholesale rate would increase from \$2.80 per 1,000 gallons to \$3.16 per 1,000 gallons, for the West Division of Daviess District, effective June 1, 2021. East Daviess Water notified Daviess District that its wholesale rate would increase from \$2.59 per 1,000 gallons to \$2.87 per 1,000 gallons, effective June 1, 2021. Daviess District proposes to increase the water rates to its customers effective June 1, 2021, to reflect the increased cost of purchased water from Owensboro and East Daviess Water.

¹ KRS 278.015; 807 KAR 5:068.

3. Daviess District proposed a purchased water adjustment factor of \$0.46 per 1,000 gallons in its application.

4. During the 12 months ended March 31, 2021, the Southeast Division of Daviess District purchased 696,066,500 gallons of water from Owensboro, the West Division of Daviess District purchased 401,035,400 gallons of water from Owensboro and 6,556,710 gallons from East Daviess Water. During the same period, Daviess District sold 964,712,200 gallons of water. The increase in the cost of purchased water is \$438,556.55 resulting in a purchased water adjustment factor of \$0.46 per 1,000 gallons.

5. The purchased water adjustment factor of \$0.46 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just and reasonable and should be approved.

6. Daviess 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 Daviess District on and after June 1, 2021.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment factor of \$0.46 per 1,000 gallons is approved.

2. The rates proposed by Daviess District are approved.

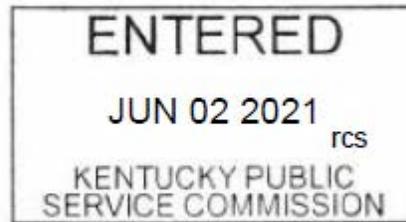
3. The rates as set forth in Appendix B to this Order are approved for water service rendered by Daviess District on and after June 1, 2021.

4. Within 20 days of the date of entry of this Order, Daviess 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 closed and removed from the Commission's docket.

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By the Commission



ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2021-00196 DATED JUN 02 2021

| | Base Rate | New Rate | Increase |
|---|------------------------|-----------------------|-----------------|
| <u>Owensboro for Southeast Division</u> | | | |
| Purchases in Gallons | 696,066,500 | 696,066,500 | |
| Wholesale rate | <u>\$2.35/1,000</u> | <u>\$ 2.77/1,000</u> | |
| | \$1,635,756.28 | \$1,928,104.21 | \$292,347.93 |
| <u>Owensboro for West Division</u> | | | |
| Purchases in Gallons | 401,035,400 | 401,035,400 | |
| Wholesale rate | <u>\$2.80/1,000</u> \$ | <u>\$3.16/1000</u> \$ | |
| | \$1,122,899.12 \$ | \$1,267,271.86 \$ | \$144,372.74 \$ |
| <u>East Daviess Water</u> | | | |
| Purchases in Gallons | 6,556,710 | 6,556,710 | |
| Wholesale rate | <u>\$2.59/1,000</u> \$ | <u>\$2.87/1000</u> \$ | |
| | \$16,981.88 | \$18,817.76 | \$1,835.88 |
| | | | \$ |
| Increased water cost | | | \$438,556.55 |
| Increased water cost | \$438,556.55 | | |
| | <u>964,712,200</u> | | |
| | \$ 0.4546 per | 1,000 Gallons | <u>\$</u> |
| | or \$ 0.46 per | 1,000 Gallons | <u>X</u> |

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2021-00196 DATED JUN 02 2021

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

Southeast Division

| | | |
|----------------------|----|--------------------|
| First 20,000 Gallons | \$ | 0.00561 per gallon |
| Over 20,000 Gallons | | 0.00461 per gallon |

| | | |
|-----------|----|--------------------|
| Wholesale | \$ | 0.00375 per gallon |
|-----------|----|--------------------|

West Division

| | | |
|----------------------|----|--------------------|
| First 20,000 Gallons | \$ | 0.00672 per gallon |
| Over 20,000 Gallons | | 0.00551 per gallon |

| | | |
|-----------|----|--------------------|
| Wholesale | \$ | 0.00484 per gallon |
|-----------|----|--------------------|

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