

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)	CASE NO.
FILING OF MARION COUNTY WATER)	2013-00164
DISTRICT)	

ORDER

On April 29, 2013, Marion County Water District ("Marion") applied to adjust its rates pursuant to the purchased water adjustment procedure.¹

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

1. Marion purchases water from Lebanon Water Works Company ("Lebanon") and the City of Campbellsville ("Campbellsville").
2. On July 17, 2013, Lebanon increased its monthly meter charge to Marion from \$6.00 to \$6.75 per month and its volumetric rate from \$2.14 per 100 cubic feet to \$2.50 per 100 cubic feet.
3. Marion proposed a purchased water adjustment factor of 0.56 per 1,000 gallons.
4. Marion proposed an effective date of July 17, 2013.
5. During the 12 months ended March 31, 2013, Marion purchased 460,384,650 gallons of water from Lebanon, 3,851,800 gallons of water from

¹ KRS 278.015 ; 807 KAR 5:068.

Campbellsville, and sold 393,027,660 gallons of water. As a result of the increase in Lebanon's wholesale rate, Marion's cost of purchased water will increase \$221,674.50, resulting in a purchased water adjustment factor of \$0.56 per 1,000 gallons.

6. The purchased water adjustment factor of \$0.56 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. Marion's proposed rates are approved.
2. The purchased water adjustment factor of \$0.56 per 1,000 gallons is approved.
3. The rates in Appendix B are fair, just, and reasonable and are approved for services on or after July 17, 2013.
4. Within 20 days of the date of this Order, Marion shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing the rates approved herein.

By the Commission

ENTERED
JUL 17 2013
KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2013-00164 DATED **JUL 17 2013**

Lebanon	Changed Rate	Base Rate
Monthly Meter Charge	11 meters X \$6.75 / meter <u>X 12 months</u> \$891.00	11 meters x \$6.00 / meter <u>X 12 months</u> \$792.00
Purchases in gallons	460,384,650 / 7.48 = 61,548,750 cubic feet	
Purchases in Cubic Feet	61,548,750	61,548,750
Volumetric rate	<u>\$ 2.50/100</u> \$1,538,718.75	<u>\$2.14/100</u> \$1,317,143.25
Total Meter Charge and Volumetric Charge	\$1,539,609.75	\$1,317,935.25
	Increased water cost	\$ 221,674.50
Increased water cost	\$221,674.50	
Divided by gallons sold / 1,000	<u>393,027,660</u> 0.564	
Purchased water adjustment factor	\$0.56 per 1,000 gallons	

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2013-00164 DATED **JUL 17 2013**

The following rates and charges are prescribed for the customers in the area served by Marion County Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Customer Charge

<u>5/8- x 3/4-Inch Meter</u>	\$ 7.23 Minimum Bill
<u>1-Inch Meter</u>	\$ 15.70 Minimum Bill
<u>2-Inch Meter</u>	\$ 24.90 Minimum Bill
<u>3-Inch Meter</u>	\$ 39.49 Minimum Bill
<u>4-Inch Meter</u>	\$ 62.63 Minimum Bill
<u>6-Inch Meter</u>	\$157.52 Minimum Bill

Water Charge

All Usage	\$ 5.47 per 1,000 gallons
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Barbara May
Chairperson
Marion County Water District
P. O. Box 528
Lebanon, KY 40033