

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF) CASE NO.
SHARPSBURG WATER DISTRICT) 2019-00022

ORDER

On January 14, 2019, Sharpsburg Water District (Sharpsburg District) applied for approval 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. Sharpsburg District purchases water from the Bath County Water District (Bath District) and the city of Carlisle (Carlisle).
2. Bath District notified Sharpsburg District that due to a rate increase from the Morehead Utility Plant Board, its wholesale water rate to Sharpsburg District would increase from \$3.55 per 1,000 gallons to \$3.66 per 1,000 gallons. The rates charged by Carlisle to Sharpsburg District did not change. Sharpsburg District proposes to increase the water rates to its customers effective January 15, 2019, to reflect the increased cost of purchased water.
3. Sharpsburg District proposed a purchased water adjustment factor of \$0.11 per 1,000 gallons in its application.

¹ KRS 278.015; 807 KAR 5:068.

4. During the 12 months ended December 31, 2018, Sharpsburg District purchased 77,109,000 gallons of water from Bath District and purchased 23,545,600 gallons of water from Carlisle. During the same period, Sharpsburg District sold 81,654,100 gallons of water. The increase in the cost of purchased water is \$8,481.99, resulting in a purchased water adjustment factor of \$0.11 per 1,000 gallons.

5. The purchased water adjustment factor of \$0.11 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable, and should be approved.

6. Sharpsburg District's proposed rates 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 Sharpsburg District on and after January 15, 2019.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment factor of \$0.11 per 1,000 gallons is approved.

2. The rates proposed by Sharpsburg District are approved.

3. The rates as set forth in Appendix B to this Order are approved for water service rendered by Sharpsburg District on and after January 15, 2019.

4. Within 20 days of the date of entry of this Order, Sharpsburg 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, Sharpsburg 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

ENTERED
FEB 07 2019
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:


Executive Director

Case No. 2019-00022

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2019-00022 DATED **FEB 07 2019**

	New Rate	Base Rate
SHARPSBURG		
Purchases in Gallons	77,109,000	77,109,000
Rate per 1,000 Gallons	<u>\$ 3.66/1,000</u>	<u>\$ 3.55/1,000</u>
	\$282,218.94	\$273,736.95
Increased water cost		\$ 8,481.99
Increased water cost		\$ 8,481.99
Divided by Gallons sold/1,000		<u>81,654,100</u>
Purchased water adjustment factor		\$ 0.1039 per 1,000 Gallons
		or \$ 0.11 per 1,000 Gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2019-00022 DATED **FEB 07 2019**

The following rates and charges are prescribed for the customers in the area served by Sharpsburg 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-Inch Meter

First	2,000 Gallons	\$26.16 Minimum Bill
Next	3,000 Gallons	6.59 per 1,000 Gallons
Next	5,000 Gallons	5.93 per 1,000 Gallons
Next	10,000 Gallons	5.67 per 1,000 Gallons

1-Inch Meter

First	5,000 Gallons	\$45.93 Minimum Bill
Next	5,000 Gallons	5.93 per 1,000 Gallons
Next	10,000 Gallons	5.67 per 1,000 Gallons

2-Inch Meter

First	16,000 Gallons	\$109.60 Minimum Bill
Over	16,000 Gallons	5.67 per 1,000 Gallons

Bulk Loading Station		9.00 per 1,000 Gallons
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*Ms. Gayle Haney
Manager/Distribution Operator
Sharpsburg Water District
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P. O. Box 248
Sharpsburg, KY 40374

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