

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF)	CASE NO.
BREATHITT COUNTY WATER DISTRICT)	2019-00201

ORDER

On June 13, 2019, Breathitt County Water District (Breathitt District) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹ By letter dated June 26, 2019, the Commission notified Breathitt District that its application was rejected because it contained certain filing deficiencies. On July 1, 2019, Breathitt District submitted additional information to correct the filing deficiencies, and the application was accepted for filing as of that date

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

1. Breathitt District purchases water from the city of Jackson (Jackson) and the city of Campton (Campton).
2. Jackson notified Breathitt District that its wholesale rate would increase from \$3.73 per 1,000 gallons to \$3.85 per 1,000 gallons effective July 1, 2019. Breathitt District proposes to increase the water rates to its customers effective July 1, 2019, to reflect the increased cost of purchased water from Jackson.

¹ KRS 278.015; 807 KAR 5:068.

3. Breathitt District proposed a purchased water adjustment factor of \$0.18 per 1,000 gallons in its application.

4. During the 12 months ended May 31, 2019, Breathitt District purchased 101,504,000 gallons of water from Jackson and 116,000 gallons of water from Campton. During the same period, Breathitt District sold 71,172,000 gallons of water. The increase in the cost of purchased water is \$12,180.48, resulting in a purchased water adjustment factor of \$0.18 per 1,000 gallons.

5. The purchased water adjustment factor of \$0.18 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

6. Breathitt 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 Breathitt District on and after July 1, 2019.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment factor of \$0.18 per 1,000 gallons is approved.

2. The rates proposed by Breathitt District are approved.

3. The rates as set forth in Appendix B to this Order are approved for water service rendered by Breathitt District on and after July 1, 2019.

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

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By the Commission

ENTERED
JUL 23 2019
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:


Executive Director for *Wm. R. Pearson*

Case No. 2019-00201

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2019-00201 DATED **JUL 23 2019**

	New Rate	Base Rate
Jackson		
Purchases in gallons	101,504,000	101,504,000
Wholesale rate	<u>\$3.85/1,000</u>	<u>\$3.73/1,000</u>
	\$390,790.40	\$378,609.92
Campton		
Purchases in gallons	116,000	116,000
Wholesale rate	<u>NO CHANGE</u>	<u>NO CHANGE</u>
Total	\$390,790.40	\$ \$378,609.92
Increased water cost		\$ 12,180.48
Increased water cost		\$ 12,180.48
Divided by Gallons sold/1,000		<u>71,172,000</u>
Purchased water adjustment factor		\$ 0.17114 per 1,000 Gallons
		or \$ 0.18 per 1,000 Gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2019-00201 DATED **JUL 23 2019**

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

First 2,000 Gallons	\$29.45 Minimum Bill
Over 2,000 Gallons	17.73 Per 1,000 Gallons

*Breathitt County Water District
1137 Main Street, Suite 305
Jackson, KY 41339

*Bobby Thorpe, Jr.
Chairperson
Breathitt County Water District
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