COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC PURCHASED WATER ADJUSTMENT)	CASE NO.
FILING OF JESSAMINE-SOUTH ELKHORN WATER)	2019-00247
DISTRICT	

ORDER

On July 19, 2019, Jessamine-South Elkhorn Water District (Jessamine-South Elkhorn 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:

- Jessamine-South Elkhorn District purchases water from Kentucky-American Water District (Kentucky-American), the city of Wilmore (Wilmore) and the city of Nicholasville (Nicholasville).
- 2. Kentucky-American notified Jessamine-South Elkhorn District that its wholesale rate would increase from \$4.133 per 1,000 gallons to \$4.532 per 1,000 gallons effective June 28, 2019. Jessamine-South Elkhorn District proposes to increase the water rates to its customers effective July 1, 2019, to reflect the increased cost of purchased water from Kentucky-American.

¹ KRS 278.015; 807 KAR 5:068.

- Jessamine-South Elkhorn District proposed a purchased water adjustment factor of \$0.410 per 1,000 gallons in its application.
- 4. During the 12 months ended June 30, 2019, Jessamine-South Elkhorn District purchased 230,307,750 gallons of water from Kentucky-American, 39,576,790 gallons of water from Nicholasville, and 18,450 gallons of water from Wilmore. During the same period, Jessamine-South Elkhorn District sold 223,985,331 gallons of water. The increase in the cost of purchased water is \$91,892.792, resulting in a purchased water adjustment factor of \$0.410 per 1,000 gallons.
- The purchased water adjustment factor of \$0.420 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.
 - 6. Jessamine-South Elkhorn District's proposed rates should be denied.
- 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 Jessamine-South Elkhorn District on and after July 1, 2019.

IT IS THEREFORE ORDERED that:

- The purchased water adjustment factor of \$0.420 per 1,000 gallons is approved.
 - The rates proposed by Jessamine-South Elkhorn District are denied.
- The rates as set forth in Appendix B to this Order are approved for water service rendered by Jessamine-South Elkhorn District on and after July 1, 2019.

- 4. Within 20 days of the date of entry of this Order, Jessamine-South Elkhorn

 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

AUG 08 2019

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2019-00247 DATED AUG 0 8 2019

Kontucky American	New Rate Base Rate		
Kentucky-American Purchases in Gallons Wholesale rate	230,307,750 \$4.532/1,000 \$1,043,754.723	230,307,750 \$4.133/1,000 \$951,861.931	
Nicholasville Purchases in Gallons Wholesale rate	39,576,790 <u>No Change</u>	39,576,790 <u>No Change</u>	
Wilmore Purchases in Gallons Wholesale rate	18,450 <u>No Change</u>	18,450 <u>No Change</u>	
Total	\$1,043,754.723	\$ 951,861.931	
Increased water cost		\$ 91,892.792	
Increased water cost Divided by Gallons sold/1,000 Purchased water adjustment factor		\$ 91,892.792 <u>223,985,331</u> \$ 0.4103 per 1,000 G	allons

or \$ 0.420 per 1,000 Gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2019-00247 DATED AUG 0 8 2019

The following rates and charges are prescribed for the customers in the area served by Jessamine-South Elkhorn 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 ¾-Inch M	√8- X ¾-Inch Meter					
First	2,000	Gallons	\$27.48	Minimum Bill		
Next	2,000	Gallons	8.09	Per 1,000 Gallons		
Next	2,000	Gallons	7.99	Per 1,000 Gallons		
Next	10,000	Gallons	7.89	Per 1,000 Gallons		
Next	8,000	Gallons	7.79	Per 1,000 Gallons		
Over	24,000	Gallons	7.69	Per 1,000 Gallons		
1-Inch Meter First	10 000	Gallons	\$91.20	Minimum Bill		
Next		Gallons	7.89	Per 1,000 Gallons		
Next		Gallons	7.79	Per 1,000 Gallons		
Over	24,000	Gallons	7.69	Per 1,000 Gallons		
1 ½-Inch Meter						
First	24,000	Gallons	\$200.86	Minimum Bill		
Over	24,000	Gallons	7.69	Per 1,000 Gallons		

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