COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING)	CASE NO.
OF MARION COUNTY WATER DISTRICT)	2019-00384

ORDER

On October 16, 2019, Marion County Water District (Marion 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:

- Marion District purchases water from Lebanon Water Works Company (Lebanon), and Campbellsville Municipal Water and Sewer (Campbellsville).
- 2. Lebanon notified Marion District that the volumetric rate portion of its wholesale rate would increase from \$3.8767 per 1,000 gallons to \$4.1040 per 1,000 gallons effective November 15, 2019. Marion District proposes to increase the water rates to its customers effective November 15, 2019, to reflect the increased cost of purchased water from Lebanon.
- Marion District proposed a purchased water adjustment factor of \$0.28 per
 1,000 gallons in its application.
- 4. During the 12 months ended August 31, 2019, Marion District purchased 442,080,305 gallons of water from Lebanon and 3,469,800 gallons of water from

¹ KRS 278.012; 807 KAR 5:068.

Campbellsville. During the same period, Marion District sold 366,952,020 gallons of water. The increase in the cost of purchased water is \$100,484.85, resulting in a purchased water adjustment factor of \$0.28 per 1,000 gallons.

- 5. The purchased water adjustment factor of \$0.28 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable, and should be approved.
 - 6. Marion 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 Marion District on and after November 15, 2019.

IT IS THEREFORE ORDERED that:

- 1. The purchased water adjustment factor of \$0.28 per 1,000 gallons is approved.
 - 2. The rates proposed by Marion District are approved.
- The rates as set forth in Appendix B to this Order are approved for water service rendered by Marion District on and after November 15, 2019.
- 4. Within 20 days of the date of entry of this Order, Marion 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.

By the Commission

ENTERED

NOV 07 2019

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2019-00384 DATED NOV 0 7 2019

Laborar	New Rate	Base Rate
Lebanon Monthly Meter Charge	No Change	No Change
Purchases in Gallons Wholesale rate	442,080,305 \$ 4.1040/1,000 \$1,814,297.57	442,080,305 \$ 3.8767/1,000 1,713,812.72
Campbellsville Purchases in Gallons Wholesale rate	3,469,800 <u>No Change</u>	3,469,800 <u>No Change</u>
Total	\$1,814,297.57	\$1,713,812.72
Increased water cost		\$ 100,484.85
Increased water cost Divided by Gallons sold/1,000 Purchased water adjustment factor		\$ 100,484.85 <u>366,952,020</u> \$ 0.2738 per 1,000 Gallons

or \$ 0.28 per 1,000 Gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2019-00384 DATED NOV 0 7 2019

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 the authority of the Commission prior to the effective date of this Order.

Monthly Customer Charge

5/8-Inch X 3/4-Inch Meter \$7.45 Minimum Bill

1-Inch Meter \$16.20 Minimum Bill

2-Inch Meter \$25.68 Minimum Bill

3-Inch Meter \$40.73 Minimum Bill

4-Inch Meter \$64.60 Minimum Bill

6-Inch Meter \$162.59 Minimum Bill

Water Charge

All Usage \$6.57 per 1,000 Gallons

*Marion County Water District 1835 Campbellsville Road P. O. Box 528 Lebanon, KY 40033

*James Lee Mudd Manager Marion County Water District P. O. Box 528 Lebanon, KY 40033