COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

| ELECTRONIC PURCHASED WATER |) | CASE NO. |
|--------------------------------------|---|------------|
| ADJUSTMENT FILING OF CALDWELL COUNTY |) | 2020-00225 |
| WATER DISTRICT |) | |

ORDER

On July 17, 2020, Caldwell County Water District (Caldwell District) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹ On July 22, 2020, Caldwell District amended their application to correct errors found in their initial filing.

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

- Caldwell District purchases water from Princeton Water & Wastewater
 (Princeton) and South Hopkins Water District (South Hopkins District).
- 2. Princeton notified Caldwell District that its wholesale rate would increase from \$2.29 per 100 cubic feet to \$2.44 per 100 cubic feet, effective June 15, 2020. South Hopkins District notified Caldwell District that its wholesale rate would increase from \$2.71 per 1,000 gallons to \$3.16 per 1,000 gallons, effective July 12, 2019. Caldwell District proposes to increase the water rates to its customers effective July 29, 2020, to reflect the increased cost of purchased water from Princeton and South Hopkins District.

¹ KRS 278.015; 807 KAR 5:068.

- 3. Caldwell District proposed a purchased water adjustment factor of \$0.27 per 1,000 gallons in its application.
- 4. During the 12 months ended May 31, 2020, Caldwell District purchased 14,155,673 cubic feet of water from Princeton² and 825,492 gallons of water from South Hopkins District. During the same period, Caldwell District sold 80,807,000 gallons of water. The increase in the cost of purchased water is \$21,604.97, resulting in a purchased water adjustment factor of \$0.27 per 1,000 gallons.
- 5. The purchased water adjustment factor of \$0.27 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.
 - 6. Caldwell District's proposed rates are 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 Caldwell District on and after July 29, 2020.

IT IS THEREFORE ORDERED that:

- 1. The purchased water adjustment factor of \$0.27 per 1,000 gallons is approved.
 - 2. The rates proposed by Caldwell District are approved.
- 3. The rates as set forth in Appendix B to this Order are approved for water service rendered by Caldwell District on and after July 29, 2020.

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² 105,884,432 gallons / 7.48 = 14,155,673 cubic feet

- 4. Within 20 days of the date of entry of this Order, Caldwell 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 closed and removed from the Commission's docket.

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By the Commission

JUL 29 2020 rcs

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Acting Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2020-00225 DATED JUL 29 2020

| | New Rate | Base Rate | Increase |
|---------------------------|---------------------|---------------------|--------------|
| Princeton | | | |
| Purchases in cubic feet | 14,155,673 | 14,155,673 | |
| Wholesale rate | <u>\$2.44/100</u> | <u>\$2.29/100</u> | |
| | \$345,398.42 | \$324,164.91 | \$21,233.51 |
| South Hopkins District | | | |
| Purchases in gallons | 825,492 | 825,492 | |
| Wholesale rate | \$3.16/1,000 | \$2.71/1,000 | |
| | \$2,608.55 | \$2,237.08 | \$371.47 |
| Increased water cost | | \$21,604.98 | |
| Increased water cost | | \$21,604.98 | |
| Divided by Gallons sold/1 | 1,000 | 80,807,000 | |
| Purchased water adjustm | ent factor | \$ 0.2674 per 1 | ,000 Gallons |
| | | or \$ 0.27 per 1,00 | 00 Gallons |

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2020-00225 DATED JUL 29 2020

The following rates and charges are prescribed for the customers in the area served by Caldwell 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 1,000 Gallons | \$25.44 Minimum Bill |
|---------------------|-------------------------|
| Next 3,000 Gallons | 13.31 Per 1,000 Gallons |
| Next 6,000 Gallons | 10.87 Per 1,000 Gallons |
| Next 20,000 Gallons | 8.45 Per 1,000 Gallons |
| Over 30,000 Gallons | 7.42 Per 1,000 Gallons |

*Jason Pennell Kentucky Rural Water Association Post Office Box 1424 1151 Old Porter Pike Bowling Green, KENTUCKY 42102-1424

*Jillian Slaton Caldwell County Water District 118 West Market Street Princeton, KY 42445

*Caldwell County Water District 118 West Market Street Princeton, KY 42445

*Jimmy Littlefield Caldwell County Water District 118 West Market Street Princeton, KENTUCKY 42445