

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

| | | |
|-----------------------------------|---|------------|
| ELECTRONIC PURCHASED WATER |) | CASE NO. |
| ADJUSTMENT FILING OF NORTH MCLEAN |) | 2020-00320 |
| COUNTY WATER DISTRICT |) | |

ORDER

On September 25, 2020, North McLean County Water District (North McLean 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:

1. North McLean District purchases water from McLean County Regional Water Commission (McLean County), West Daviess County Water District (West Daviess District) and Ohio County Water District (Ohio District).

2. McLean County notified North McLean District that its wholesale rate would increase from \$2.68 per 1,000 gallons to \$3.22 per 1,000 gallons, effective October 1, 2020. North McLean District proposes to increase the water rates to its customers effective October 1, 2020, to reflect the increased cost of purchased water from McLean County.

3. North McLean District proposed a purchased water adjustment factor of \$0.60 per 1,000 gallons in its application.

¹ KRS 278.015; 807 KAR 5:068.

4. During the 12 months ended July 30, 2020, North McLean District purchased 114,124,000 gallons of water from McLean County and 4,968,000 gallons of water from West Daviess District. North McLean District did not purchase water from Ohio District during the 12 month period ended July 30, 2020. During the same period, North McLean District sold 101,503,900 gallons of water. The increase in the cost of purchased water is \$61,626.96, resulting in a purchased water adjustment factor of \$0.61 per 1,000 gallons.

5. The purchased water adjustment factor of \$0.61 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

6. North McLean District's proposed rates are 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 North McLean District on and after October 1, 2020.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment factor of \$0.61 per 1,000 gallons is approved.

2. The rates proposed by North McLean District are denied.

3. The rates as set forth in Appendix B to this Order are approved for water service rendered by North McLean District on and after October 1, 2020.

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



ATTEST:



Deputy Executive Director

Case No. 2020-00320

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2020-00320 DATED OCT 21 2020

| | Base Rate | New Rate | Increase |
|-----------------------------------|---------------|----------------------------|-------------|
| McLean County | | | |
| Purchases in Gallons | 114,124,000 | 114,124,000 | |
| Wholesale rate | <u>\$2.68</u> | <u>\$3.22</u> | |
| | \$305,852.32 | \$367,479.28 | \$61,626.96 |
| West Daviess District | | | |
| Purchases in Gallons | 4,968,000 | 4,968,000 | |
| Wholesale rate | <u>\$3.85</u> | <u>\$3.85</u> | N/A |
| | \$19,126.80 | \$19,126.80 | |
| Increased water cost | | \$61,626.96 | |
| Increased water cost | | \$61,626.96 | |
| Divided by Gallons sold/1,000 | | <u>101,503,900</u> | |
| Purchased water adjustment factor | | \$0.6071 per 1,000 gallons | |

or \$0.61 per 1,000 Gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2020-00320 DATED OCT 21 2020

The following rates and charges are prescribed for the customers in the area served by North McLean 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 | \$19.66 | Minimum Bill |
| Next | 8,000 Gallons | \$0.00731 | Per Gallon |
| Next | 30,000 Gallons | \$0.00669 | Per Gallon |
| Over | 40,000 Gallons | \$0.00610 | Per Gallon |

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