

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF ) CASE NO.  
BULLOCK PEN WATER DISTRICT ) 2018-00061

ORDER

On February 2, 2018, Bullock Pen Water District (“Bullock Pen”) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.<sup>1</sup>

The Commission, having reviewed the record and being sufficiently advised, finds that:

1. Bullock Pen purchases water from Northern Kentucky Water District (“NKWD”), Boone County Water District (“Boone County”), the city of Walton (“Walton”), and the city of Williamstown (“Williamstown”).

2. NKWD notified Bullock Pen that on January 15, 2017, it would be increasing its wholesale water rate to \$3.57 per 1,000 gallons.<sup>2</sup> On July 1, 2017, Boone County increased its wholesale water rate to Bullock Pen to \$3.70 per 1,000 gallons.<sup>3</sup> On July 31, 2017, Walton increased its wholesale water rate to Bullock Pen to \$4.64 per 1,000 gallons.<sup>4</sup> On June 15, 2017, Williamstown increased its wholesale water rate to Bullock

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<sup>1</sup> KRS 278.015; 807 KAR 5:068.

<sup>2</sup> Case No. 2015-00143, Application of Northern Kentucky Water District for an Adjustment of Rates. (Ky. PSC filed Jan. 15, 2016).

<sup>3</sup> Case No. 2016-00389, Purchased Water Adjustment Filing of Boone County Water District. (Ky. PSC filed Dec. 5, 2016).

<sup>4</sup> TFS 2017-00370 (Ky. PSC filed June 29, 2017); the tariff was accepted for filing by the Commission by letter dated Aug. 7, 2017.

Pen to \$3.19 per 1,000 gallons.<sup>5</sup> Bullock Pen proposes to increase the water rates to its customers effective March 1, 2018.

3. Bullock Pen proposed a purchased water adjustment factor of \$0.18 per 1,000 gallons.

4. During the 12 months ended November 30, 2017, Bullock Pen purchased 183,579,698 gallons from NKWD, 48,269,500 gallons from Boone County, 35,853,220 gallons from Walton, and 106,727,845 gallons from Williamstown, for a total of 374,430,263 gallons. Bullock Pen sold 335,653,210 gallons of water during the same 12 months. The increase in the cost of purchased water is \$59,689.57, 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. Bullock Pen's proposed rates, as set forth in Appendix B to this Order are fair, just, and reasonable, and should be approved for water service rendered by Bullock Pen on and after March 1, 2018.

IT IS THEREFORE ORDERED that:

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

2. The rates as set forth in Appendix B to this Order are approved for water service rendered by Bullock Pen on and after March 1, 2018.

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<sup>5</sup> TFS 2017-00245 (Ky. PSC filed March 12, 2017); The tariff was accepted for filing by the Commission by letter dated June 15, 2017.

3. Within 20 days of the date of the entry of this Order, Bullock Pen shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing the rates approved herein.

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By the Commission

ENTERED  
FEB 27 2018  
KENTUCKY PUBLIC  
SERVICE COMMISSION

ATTEST:

  
Executive Director

Case No. 2018-00061

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 2018-00061 DATED **FEB 27 2018**

	New Rate	Base Rate
NKWD		
Purchases in Gallons	183,579,698	183,579,698
Wholesale rate	<u>\$ 3.57/1,000</u>	<u>\$ 3.42/1,000</u>
	\$ 655,379.52	\$ 627,842.57
Boone County		
Purchases in Gallons	48,269,500	48,269,500
Wholesale rate	<u>\$ 3.70/1,000</u>	<u>\$ 3.53/1,000</u>
	\$ 178,597.15	\$ 170,391.33
Walton		
Purchases in Gallons	35,853,220	35,853,220
Wholesale rate	<u>\$ 4.64/1,000</u>	<u>\$ 4.24/1,000</u>
	\$ 166,358.94	\$ 152,017.65
Williamstown		
Purchases in Gallons	106,727,845	106,727,845
Wholesale rate	<u>\$ 3.19/1,000</u>	<u>\$ 3.10/1,000</u>
	\$ 340,461.83	\$ 330,856.32
Totals	\$ 1,340,797.44	\$ 1,281,107.87
Increased water cost		\$ 59,689.57
Increased water cost		\$ 59,689.57
Divided by Gallons sold/1,000		<u>335,653,210</u>
Purchased water adjustment factor		\$ 0.178 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. 2018-00061 DATED **FEB 27 2018**

The following rates and charges are prescribed for the customers in the area served by Bullock Pen Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Water Rates

<u>5/8" X 3/4" Meter</u>				
First	2,000	Gallons	\$27.35	Minimum Bill
Next	3,000	Gallons	9.18	per 1,000 Gallons
Next	5,000	Gallons	8.34	per 1,000 Gallons
Next	10,000	Gallons	7.49	per 1,000 Gallons
Over	20,000	Gallons	6.64	per 1,000 Gallons
<u>1" Meter</u>				
First	5,000	Gallons	\$54.89	Minimum Bill
Next	5,000	Gallons	8.34	per 1,000 Gallons
Next	10,000	Gallons	7.49	per 1,000 Gallons
Over	20,000	Gallons	6.64	per 1,000 Gallons
<u>1 1/2" Meter</u>				
First	10,000	Gallons	\$96.59	Minimum Bill
Next	10,000	Gallons	7.49	per 1,000 Gallons
Over	20,000	Gallons	6.64	per 1,000 Gallons
<u>2" Meter</u>				
First	20,000	Gallons	\$171.49	Minimum Bill
Over	20,000	Gallons	6.64	per 1,000 Gallons
Bulk Loading Station			\$7.36	per 1,000 Gallons

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