

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF) CASE NO.
NORTH SHELBY WATER COMPANY) 2014-00184

ORDER

On June 3, 2014, North Shelby Water Company ("North Shelby") 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:

1. North Shelby purchases water from Louisville Water Company ("Louisville Water"), Frankfort Electric & Water Plant Board, Shelbyville Municipal Water & Sewer Commission, and West Shelby Water District

2. On July 1, 2014, Louisville Water's monthly service charge to North Shelby will increase from \$805.60 to \$878.76 per month, and its volumetric wholesale rate to North Shelby will increase from \$1.75 per 1,000 gallons to \$1.80 per 1,000 gallons.² North Shelby proposes to increase the water rates to its customers effective July 1, 2014.

3. During the 12 months ended April 30, 2014, North Shelby purchased 230,059,000 gallons of water from Louisville Water and sold 371,793,800 gallons.

¹ KRS 278.012; 807 KAR 5:068.

² TFS 2014-00215 (Ky. PSC filed Apr. 4, 2014); The tariff was accepted for filing by the Commission by letter dated June 9, 2014.

The increase in the cost of purchased water is \$12,380.87, resulting in a purchased water adjustment of \$0.04 per 1,000 gallons.

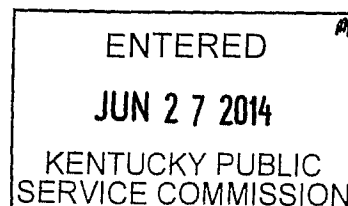
4. The purchased water adjustment of \$0.04 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

5. North Shelby'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 on and after July 1, 2014.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of \$0.04 per 1,000 gallons is approved.
2. North Shelby's proposed rates are approved for water service rendered on and after July 1, 2014.
3. Within 20 days of the date of this Order, North Shelby shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing the rates approved herein.

By the Commission



ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2014-00184 DATED **JUN 27 2014**

	New Rate	Base Rate
North Shelby Water		
Monthly Service Charge	\$ 878.76/month	\$ 805.60/month
	<u> X 12</u>	<u> X 12</u>
	\$10,545.12	\$ 9,667.20
Purchases in gallons		
Louisville Water	230,059,000	230,059,000
Volumetric rate	<u>\$ 1.80/1,000</u>	<u>\$ 1.75/1,000</u>
	\$414,106.20	\$ 402,603.25
Total	\$424,651.32	\$ 412,270.45
	Increased water cost	\$12,380.87
Increased water cost	\$ 12,380.87	
Divided by gallons sold/1,000	<u>371,793,800</u>	
	\$ 0.0333	
Purchased water adjustment factor	\$0.04 per 1,000 gallons	

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2014-00184 DATED **JUN 27 2014**

The following rates and charges are prescribed for the customers in the area served by North Shelby 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

5/8-Inch X 3/4-Inch Meter

First	2,000 Gallons	\$16.52	Minimum Bill
Next	3,000 Gallons	6.58	per 1,000 Gallons
Next	5,000 Gallons	5.20	per 1,000 Gallons
Next	40,000 Gallons	4.51	per 1,000 Gallons
Over	50,000 Gallons	3.83	per 1,000 Gallons

1-Inch Meter

First	5,000 Gallons	\$36.26	Minimum Bill
Next	5,000 Gallons	5.20	per 1,000 Gallons
Next	40,000 Gallons	4.51	per 1,000 Gallons
Over	50,000 Gallons	3.83	per 1,000 Gallons

1 1/2-Inch Meter

First	10,000 Gallons	\$62.26	Minimum Bill
Next	40,000 Gallons	4.51	per 1,000 Gallons
Over	50,000 Gallons	3.83	per 1,000 Gallons

2-Inch Meter

First	15,000 Gallons	\$84.81	Minimum Bill
Next	35,000 Gallons	4.51	per 1,000 Gallons
Over	50,000 Gallons	3.83	per 1,000 Gallons

3-Inch Meter

First	35,000 Gallons	\$175.01	Minimum Bill
Next	15,000 Gallons	4.51	per 1,000 Gallons
Over	50,000 Gallons	3.83	per 1,000 Gallons

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