

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT )  
FILING OF NORTH SHELBY ) CASE NO. 2013-00208  
WATER COMPANY )

ORDER

On May 29, 2013, North Shelby Water Company (“North Shelby”) 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. 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, 2013, Louisville Water increased its monthly service charge to North Shelby from \$541.80 to \$593.60 per month and its volumetric wholesale rate to North Shelby from \$1.69 per 1,000 gallons to \$1.75 per 1,000 gallons.<sup>2</sup>

3. North Shelby adjusted the water rates to its customers effective July 1, 2013 to reflect the increased cost of purchased water.

---

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

<sup>2</sup> TFS No. 2013-00251 (Ky. PSC filed Apr. 14, 2013); Letter from Dennis B. Kirtley, Manager, Public Service Commission, to Barbara K. Dickens, General Counsel, Louisville Water Company (June 18, 2013).

4. During the 12 months ending March 31, 2013, North Shelby purchased a total of 260,220,000 gallons of water from Louisville Water and sold 370,856,300 gallons.

5. The increase in the cost of purchased water is \$16,234.80, resulting in a purchased water adjustment factor of \$0.05 per 1,000 gallons.

6. The purchased water adjustment of \$0.05 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

7. North Shelby's proposed rates, which are set forth in Appendix B, are fair, just and reasonable.

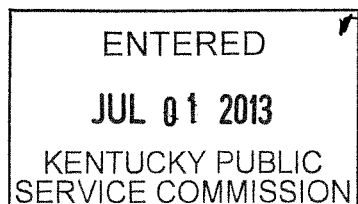
IT IS THEREFORE ORDERED that:

1. North Shelby's proposed adjustment of \$0.05 per 1,000 gallons is approved for water service rendered on and after July 1, 2013.

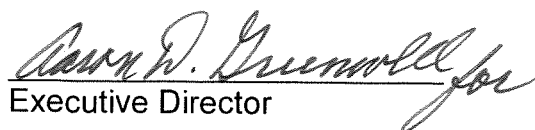
2. North Shelby's proposed rates are approved.

3. North Shelby's proposed tariff sheets submitted with its application are approved as filed.

By the Commission



ATTEST:

  
Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 2013-00208 DATED **JUL 01 2013**

	New Rate	Base Rate
North Shelby Water Monthly Service Charge	\$ 593.60/month <u>X 12</u> \$7,123.20	\$ 541.80/month <u>X 12</u> \$6,501.60
Purchases in gallons Louisville Water	260,220,000	260,220,000
Volumetric rate	<u>\$ 1.75/1,000</u>	<u>\$ 1.69/1,000</u>
Total	<u>\$ 455,385.00</u> <u>\$ 462,508.20</u>	<u>\$ 439,771.80</u> <u>\$ 446,273.40</u>
	Increased water cost	\$16,234.80
Increased water cost	\$ 16,234.80	
Divided by gallons sold/1,000	<u>370,856,300</u> \$ 0.0437	
Purchased water adjustment factor	\$0.05 per 1,000 gallons	

## APPENDIX B

### APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2013-00208 DATED **JUL 01 2013**

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- X 3/4-Inch Meter

First	2,000 Gallons	\$16.44	Minimum Bill
Next	3,000 Gallons	6.54	per 1,000 Gallons
Next	5,000 Gallons	5.16	per 1,000 Gallons
Next	40,000 Gallons	4.47	per 1,000 Gallons
Over	50,000 Gallons	3.79	per 1,000 Gallons

##### 1-Inch Meter

First	5,000 Gallons	\$30.06	Minimum Bill
Next	5,000 Gallons	5.16	per 1,000 Gallons
Next	40,000 Gallons	4.47	per 1,000 Gallons
Over	50,000 Gallons	3.79	per 1,000 Gallons

##### 1 1/2-Inch Meter

First	10,000 Gallons	\$61.86	Minimum Bill
Next	40,000 Gallons	4.47	per 1,000 Gallons
Over	50,000 Gallons	3.79	per 1,000 Gallons

##### 2-Inch Meter

First	15,000 Gallons	\$84.21	Minimum Bill
Next	35,000 Gallons	4.47	per 1,000 Gallons
Over	50,000 Gallons	3.79	per 1,000 Gallons

##### 3-Inch Meter

First	35,000 Gallons	\$173.61	Minimum Bill
Next	15,000 Gallons	4.47	per 1,000 Gallons
Over	50,000 Gallons	3.79	per 1,000 Gallons

Jerry Ruble  
President  
North Shelby Water Company  
4596 Bagdad Road  
P. O. Box 97  
Bagdad, KY 40003