

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF)	CASE NO.
NORTH NELSON WATER DISTRICT)	2014-00180

ORDER

On June 2, 2014, North Nelson Water District ("North Nelson") 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 Nelson purchases water from Louisville Water Company ("Louisville Water"), and the city of Bardstown.
2. On July 1, 2014, Louisville Water's monthly service charge to North Nelson will increase from \$848.00 to \$925.00 per month, and its volumetric wholesale rate to North Nelson will increase from \$1.75 per 1,000 gallons to \$1.80 per 1,000 gallons.² North Nelson proposes to increase the water rates to its customers effective July 1, 2014.
3. During the 12 months ended April 30, 2014, North Nelson purchased a total of 192,260,000 gallons of water from Louisville Water and sold 261,528,000 gallons. The increase in the cost of purchased water is \$10,537.00, resulting in a purchased water adjustment of \$0.05 per 1,000 gallons.

¹ KRS 278.015; 807 KAR 5:068.

² TFS 2014-00216 (Ky. PSC Filed Apr. 4, 2014); The tariff was accepted for filing by the Commission by letter dated June 9, 2014.

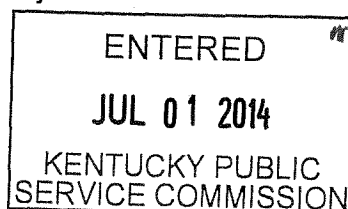
4. The purchased water adjustment of \$0.05 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

5. North Nelson'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.

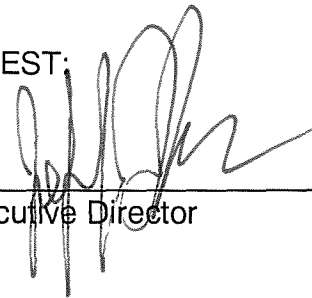
IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of \$0.05 per 1,000 gallons is approved.
2. North Nelson'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 Nelson 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. 2014-00180 DATED JUL 01 2014

	New Rate	Base Rate
North Nelson Water Monthly Service Charge	\$ 925.00/month <u> X 12</u> \$11,100.00	\$ 848.00/month <u> X 12</u> \$10,176.00
Purchases in gallons		
Louisville Water	192,260,000	192,260,000
Volumetric rate	<u>\$ 1.80/1,000</u> \$346,068.00	<u>\$ 1.75/1,000</u> \$336,455.00
Total	\$357,168.00	\$346,631.00
	Increased water cost	\$10,537.00
Increased water cost	\$ 10,537.00	
Divided by gallons sold/1,000	<u>261,528,000</u> \$ 0.0402	
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. 2014-00180 DATED **JUL 0 1 2014**

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

All Meter Sizes

First	2,000 Gallons	\$14.63 Minimum Bill
Next	3,000 Gallons	4.14 per 1,000 Gallons
Next	5,000 Gallons	3.62 per 1,000 Gallons
Over	10,000 Gallons	3.27 per 1,000 Gallons
Truck Loading Stations		6.95 per 1,000 Gallons

Colin Cissell
General Manager
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