

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)	
OF NORTH SHELBY WATER)	CASE NO. 2001-101
COMPANY)	

O R D E R

On April 19, 2001, North Shelby Water Company ("North Shelby") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068.

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

1. North Shelby purchases water from the city of Shelbyville ("Shelbyville"), the Louisville Water Company, the Frankfort Plant Board and the West Shelby Water District.
2. Shelbyville notified North Shelby that effective with its May 1, 2001 billing its wholesale water rate would increase from \$1.37 per 1,000 gallons to \$1.50 per 1,000 gallons. North Shelby proposes to increase the water rates to its customers effective April 1, 2001.
3. During the 12 months ending January 31, 2001, North Shelby purchased 387,297,000 gallons of water and sold 335,778,600 gallons. The increase in the cost of purchased water is \$2,415.66, resulting in a purchased water adjustment of \$0.07 per 1,000 gallons. Based on the average monthly usage of 7,200 gallons, the average bill of North Shelby's customers would rise \$0.49 from \$31.15 to 31.64 or 1 percent.

4. The purchased water adjustment of \$0.07 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of \$0.07 per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just and reasonable and are approved for services rendered on and after April 1, 2001.

2. Within 20 days of the date of this Order, North Shelby shall file with the Commission revised tariff sheets showing the rates approved herein.

3. Within 20 days of the date of this Order, North Shelby shall file a copy of the notice to its customers and verification that such notice has been given.

Done at Frankfort, Kentucky, this 7th day of May, 2001.

By the Commission

ATTEST:

Deputy W. H. Fowler
Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2001-101 DATED MAY 7, 2001

The following rates and charges are prescribed for the customers in the area served by North Shelby Water Company. 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	\$ 11.28	(minimum bill)
Next	3,000	gallons	4.52	per 1,000 gallons
Next	5,000	gallons	3.40	per 1,000 gallons
Next	40,000	gallons	2.84	per 1,000 gallons
Over	50,000	gallons	2.28	per 1,000 gallons

1 Inch Meter

First	5,000	gallons	\$ 24.84	(minimum bill)
Next	5,000	gallons	3.40	per 1,000 gallons
Next	40,000	gallons	2.84	per 1,000 gallons
Over	50,000	gallons	2.28	per 1,000 gallons

1 1/2 Inch Meter

First	10,000	gallons	\$ 41.84	(minimum bill)
Next	40,000	gallons	2.84	per 1,000 gallons
Over	50,000	gallons	2.28	per 1,000 gallons

2 Inch Meter

First	15,000	gallons	\$ 56.04	(minimum bill)
Next	35,000	gallons	2.84	per 1,000 gallons
Over	50,000	gallons	2.28	per 1,000 gallons

3 Inch Meter

First	15,000	gallons	\$ 111.44	(minimum bill)
Next	35,000	gallons	2.84	per 1,000 gallons
Over	50,000	gallons	2.28	per 1,000 gallons