# COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT )
OF WEST SHELBY WATER DISTRICT ) CASE NO. 2008-00546

### ORDER

On December 19, 2008, West Shelby Water District ("West Shelby District") 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. West Shelby District purchases water from Shelbyville Municipal Water and Sewer Commission ("Shelbyville") and the Louisville Water Company ("Louisville").
- 2. Shelbyville notified West Shelby District that Shelbyville's wholesale water rate to West Shelby District would increase from \$1.73 per 1,000 gallons to \$1.83 per 1,000 gallons effective January 19, 2009. West Shelby District proposes to increase the water rates to its customers effective March 1, 2009.
- 3. West Shelby District's application contained a mathematical error in the purchased water factor and subsequently in the computation of the proposed rates.
- 4. During the 12 months ending November 30, 2008, West Shelby District purchased a total of 68,494,072 gallons of water from Shelbyville and a total of 203,606,000 gallons of water from Louisville and sold 254,685,100 gallons. The

increase in the cost of purchased water is \$6,849.41, resulting in a purchased water adjustment of \$0.03 per 1,000 gallons.

5. The purchased water adjustment of \$0.03 per 1,000 gallons is fair, just, and reasonable and should be approved.

#### IT IS THEREFORE ORDERED that:

- 1. West Shelby District's proposed rates are denied.
- 2. The purchased water adjustment of \$0.03 per 1,000 gallons as calculated in Appendix A is approved and the rates in Appendix B are fair, just, and reasonable and are approved for services rendered on and after March 1, 2009.
- 3. Within 20 days of the date of this Order, West Shelby District shall file with the Commission revised tariff sheets showing the rates approved herein.

Done at Frankfort, Kentucky, this 8th day of January, 2009.

By the Commission

ATTEST:

Executive Director

### APPENDIX A

### APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2008-00546 DATED JANUARY 8, 2009

Base Rate New Rate

Shelbyville Municipal Water and Sewer Commission

Purchases in gallons 68,494,072 68,494,072 Wholesale Rate \$1.73/1,000 \$1.83/1,000 \$118,494.74 \$125,344.15

Louisville Water Company

Purchases in gallons 203,606,000 Wholesale Rate 203,606,000

Increased water cost \$6,849.41

Increased water cost \$6,849.41
Divided by gallons sold 254,685,100
Purchased water adjustment factor \$0.03 par 1

Purchased water adjustment factor \$0.03 per 1,000 gallons

### APPENDIX B

## APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2008-00546 DATED JANUARY 8, 2009

The following rates and charges are prescribed for the customers in the area served by West 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" Meter							
•	First	2,500	gallons	\$ 13.81	Minimum bill		
1	Next	7,500	gallons	4.89	per 1,000 gallons		
1	Next	20,000	gallons	4.26	per 1,000 gallons		
	Next	200,000	gallons	3.76	per 1,000 gallons		
1	All Over	230,000	gallons	3.40	per 1,000 gallons		
3/4" Meter							
F	First	3,500	gallons	\$ 18.69	Minimum bill		
ľ	Next	6,500	gallons	4.89	per 1,000 gallons		
ľ	Next	20,000	gallons	4.26	per 1,000 gallons		
ľ	Next	200,000	gallons	3.76	per 1,000 gallons		
-	All Over	230,000	gallons	3.40	per 1,000 gallons		
<u>1" M</u>	<u>eter</u>						
	<u>eter</u> First	5,000	gallons	\$ 26.01	Minimum bill		
F		5,000 5,000	gallons gallons	\$ 26.01 4.89	Minimum bill per 1,000 gallons		
I	First		•	4.89 4.26	per 1,000 gallons per 1,000 gallons		
	First Next Next Next	5,000 20,000 200,000	gallons gallons gallons	4.89 4.26 3.76	per 1,000 gallons per 1,000 gallons per 1,000 gallons		
	First Next Next	5,000 20,000	gallons gallons	4.89 4.26	per 1,000 gallons per 1,000 gallons		
	First Next Next Next All Over	5,000 20,000 200,000	gallons gallons gallons	4.89 4.26 3.76	per 1,000 gallons per 1,000 gallons per 1,000 gallons		
1 1/2	First Next Next Next	5,000 20,000 200,000	gallons gallons gallons	4.89 4.26 3.76	per 1,000 gallons per 1,000 gallons per 1,000 gallons		
1 1/2	First Next Next Next All Over	5,000 20,000 200,000 230,000	gallons gallons gallons gallons	4.89 4.26 3.76 3.40	per 1,000 gallons per 1,000 gallons per 1,000 gallons per 1,000 gallons		
1 1/2	First Next Next Next All Over 2" Meter First	5,000 20,000 200,000 230,000	gallons gallons gallons gallons	4.89 4.26 3.76 3.40 \$ 50.15	per 1,000 gallons per 1,000 gallons per 1,000 gallons per 1,000 gallons Minimum bill		

2" Meter							
First	16,000	gallons	\$ 76.00	Minimum bill			
Next	14,000	gallons	4.26	per 1,000 gallons			
Next	200,000	gallons	3.76	per 1,000 gallons			
All O	ver 230,000	gallons	3.40	per 1,000 gallons			
3" Meter							
First	30,000	galions	\$ 134.71	Minimum bill			
Next	200,000	gallons	3.76	per 1,000 gallons			
All O	ver 230,000	gallons	3.40	per 1,000 gallons			
4" Meter			<b>.</b>				
First	50,000	gallons	\$ 210.77	Minimum bill			
Next	150,000	gallons	3.76	per 1,000 gailons			
All O	ver 230,000	gallons	3.40	per 1,000 gallons			
<u>6" Meter</u>							
First	100,000	gallons	\$ 398.67	Minimum bill			
Next	130,000	gallons	3.76	per 1,000 gallons			
All O	ver 230,000	gallons	3.40	per 1,000 gallons			
All O	/er 230,000	gallons	3.40	per 1,000 gallons			

Wanda H Land Co-Manager West Shelby Water District P. O. Box 39 7101 Shelbyville Road Simpsonville, KY 40067