COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC PURCHASED WATER)	CASE NO.
ADJUSTMENT FILING OF NORTH SHELBY)	2020-00192
WATER COMPANY	j	

<u>ORDER</u>

On June 16, 2020, North Shelby Water Company (North Shelby Water) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹

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

- 1. North Shelby Water purchases water from the Louisville Water Company (Louisville Water), Shelbyville Municipal Water and Sewer Commission (Shelbyville), Frankfort Electric and Water Plant Board (Frankfort Plant Board), and West Shelby Water District (West Shelby District).
- 2. Louisville Water notified North Shelby Water that its wholesale volumetric water rate to North Shelby Water will increase from \$2.36 per 1,000 gallons to \$2.41 per 1,000 gallons and its total monthly service charge will increase from \$1,393.92 per month to \$1,442.72 per month effective July 1, 2020. North Shelby Water proposes to increase the water rates to its customers effective July 1, 2020, to reflect the increased cost of purchased water from Louisville Water.

¹ KRS 278.015; 807 KAR 5:068.

- 3. North Shelby Water proposed a purchased water adjustment factor of \$0.04 per 1,000 gallons in its application.
- 4. During the 12 months ended April 30, 2020, North Shelby Water purchased 309,493,000 gallons of water from Louisville Water, 146,368,800 gallons of water from Shelbyville, and 66,009,000 gallons from Frankfort Plant Board. During the same period, North Shelby Water sold 521,870,800 gallons of water. The increase in the cost of purchased water is \$16,060.25, resulting in a purchased water adjustment factor of \$0.04 per 1,000 gallons.
- 5. The purchased water adjustment factor of \$0.04 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.
 - 6. North Shelby Water's proposed rates should be approved.
- 7. The rates as set forth in Appendix B to this Order, are fair, just, and reasonable and should be approved for water service rendered by North Shelby Water on and after July 1, 2020.

IT IS THEREFORE ORDERED that:

- 1. The purchased water adjustment factor of \$0.04 per 1,000 gallons is approved.
 - 2. The rates proposed by North Shelby Water are approved.
- 3. The rates as set forth in Appendix B to this Order are approved for water service rendered by North Shelby Water on and after July 1, 2020.

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- 4. Within 20 days of the date of entry of this Order, North Shelby Water shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing the rates approved herein.
 - 5. This case is closed and removed from the Commission's docket.

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By the Commission

ENTERED

JUL 02 2020 _{rcs}

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2020-00192 DATED JUL 02 2020

	New Rate	Base Rate	Increase
Louisville Water Purchases in Gallons Rate per 1,000 Gallons Subtotal	309,493,000 \$ 2.41/1,000 \$745,878.13	309,493,000 <u>\$ 2.36/1,000</u> \$730,403.48	\$15,474.65
Months Monthly Service Charge Subtotal	12 <u>\$1,442.72</u> \$ 17,312.64	12 <u>\$ 1,393.92</u> \$ 16,727.04	\$585.60
Shelbyville Municipal Purchases in Gallons Wholesale Rate	146,368,800 \$2.22/1,000 \$ 324,938.74	146,368,800 <u>NO CHANGE</u> \$ 324,938.74	
Frankfort Plant Board Purchases in Gallons Wholesale Rate	66,009,000 <u>\$2.84/1,000</u> \$187,465.56	66,009,000 <u>NO CHANGE</u> \$187,465.56	
West Shelby District Purchase in Gallons Wholesale Rate	No Purchases NO CHANGE	No Purchases <u>NO CHANGE</u>	
Total	\$1,275,595.07	\$1,259,534.82	\$16,060.25
Increased water cost		\$ 16,060.25	
Divided by Gallons sold/1000 521,87		\$ 16,060.25 <u>521,870,800</u> \$ 0.0308 per 1,000 Gallo	ons

or \$ 0.04 per 1,000 Gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2020-00192 DATED JUL 02 2020

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 the 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	\$22.76 Minimum Bill		
Next	3,000 Gallons	7.68 per 1,000 Gallons		
Next	5,000 Gallons	6.30 per 1,000 Gallons		
Next	40,000 Gallons	5.61 per 1,000 Gallons		
Over	50,000 Gallons	4.93 per 1,000 Gallons		
1-Inch Met	<u>er</u>			
First	5,000 Gallons	\$ 45.80 Minimum Bill		
Next	5,000 Gallons	6.30 per 1,000 Gallons		
Next	40,000 Gallons	5.61 per 1,000 Gallons		
Over	50,000 Gallons	4.93 per 1,000 Gallons		
1 1 /2-Inch Meter				
First	10,000 Gallons	\$ 77.30 Minimum Bill		
Next	40,000 Gallons	5.61 per 1,000 Gallons		
Over	50,000 Gallons	4.93 per 1,000 Gallons		
2-Inch Meter				
First	15,000 Gallons	\$ 105.35 Minimum Bill		
Next	35,000 Gallons	5.61 per 1,000 Gallons		
Over	50,000 Gallons	4.93 per 1,000 Gallons		
3-Inch Met	<u>er</u>			
First	35,000 Gallons	\$ 217.55 Minimum Bill		
Next	15,000 Gallons	5.61 per 1,000 Gallons		
Over	50,000 Gallons	4.93 per 1,000 Gallons		

*James L Mudd Jr. Monarch Engineering, Inc. 556 Carlton Drive Lawrenceburg, KENTUCKY 40342

*North Shelby Water Company 4596 Bagdad Road P. O. Box 97 Bagdad, KY 40003

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