



# North Shelby Water Company

PO Box 97  
Bagdad, KY 40003  
(502) 747-8942

June 6, 2007

RECEIVED

JUN 07 2007

Public Service Commission  
P.O. Box 615  
Frankfort, KY 40602

PUBLIC SERVICE  
COMMISSION

Case No. 2007-00222

To the COMMISSION:

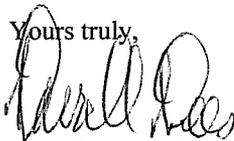
The North Shelby Water Company respectfully requests that the COMMISSION allow us to make an adjustment in our rates in accordance with 807 KAR 5:067 Purchased Water Adjustment clause.

The Company has been told by its supplier, Louisville Water Company, that a 0.15 per 1,000 gallon increase will take effect May 6, 2007. The Company purchased 238,195,300 gallons from January 1, 2006 to December 31, 2006 from Louisville Water Company, out of a total purchase of 451,365,600 gallons. The result of the new rate is an increase of \$35,729.30 or \$0.10 per 1,000 gallons. We propose to raise each gallonage block that amount.

The following documents are enclosed:

- Exhibit A. Purchased Water Rate Adjustment
- Exhibit B. Copy of Wholesale Tariff
- Exhibit C. Statement of Water Purchased
- Exhibit D. Statement of Water Sold
- Exhibit E. Notice to Customers
- Exhibit G. Tariff Sheet

If you have any questions, please contact Warner Broughman at 859-271-1778, as he is handling this matter.

Yours truly,  
  
Darrell Dees, Manager

DD:pac





# LOUISVILLE WATER COMPANY

550 SOUTH THIRD STREET • LOUISVILLE, KENTUCKY 40202  
TEL 502-569-3600 WWW.LOUISVILLEWATER.COM

February 2, 2007

Mr. Sandy Broughman  
Broughman & Associates  
3161 Custer Drive  
Lexington, KY 40502

Dear Mr. Broughman:

On behalf of Louisville Water Company, thank you for attending the meeting of our wholesale customers last week. I appreciate the opportunity for feedback from this important customer group of our Company. Please find enclosed a copy of Bob Miller's comments, our 2006 Rate Study for FY 2007, and a copy of *Principles of Water Rates, Fees, and Charges*.

As indicated in paragraph 6.03 of the rate schedule, the rate for wholesale water service on and after May 1, 2007 will be \$1.44 per thousand gallons, plus an elevated service area surcharge of \$0.27 per thousand gallons. This new rate is subject to approval by the Public Service Commission. We are planning to file the necessary documentation for this new rate with the PSC in early March.

I again offer any assistance you may need, as we continue to bring the wholesale rates in line with our cost of service. Patti Kaelin will be following up with you during the next several weeks. In the meantime, if you have any questions please call her at 502.569.3600 ext. 2262, or Jim Smith at ext. 3687.

Sincerely,

John L. Huber  
President

C: Jim Brammell  
Bob Miller

**EXHIBIT B**

**NORTH SHELBY  
WATER COMPANY  
2006  
WATER PURCHASED**

	<u>Louisville Water Co.</u>	<u>Shelbyville</u>	<u>Frankfort</u>
January	19141900	1312000	15048000
February	15524600	473300	14475000
March	17685400	1393000	15894000
April	19542700	1244500	15089000
May	20769900	1853800	15077000
June	22567500	3023000	15272000
July	33189600	4620800	17173000
August	13090600	4734200	15790000
September	20317800	3333500	14688000
October	23036300	2867600	12893000
November	18331100	2671600	14307000
December	<u>14997900</u>	<u>2200700</u>	<u>16812000</u>
	238195300	29728000	182518000

**NORTH SHELBY  
WATER COMPANY  
2006  
WATER SOLD**

January	28,956,300
February	28,290,600
March	25,826,900
April	26,268,200
May	28,427,000
June	34,342,800
July	35,064,100
August	29,407,200
September	35,778,000
October	33,720,800
November	31,456,200
December	30,069,000
	367,607,100

## NOTICE

North Shelby Water Company has filed an application with the Public Service Commission for a proposed rate change for water service. The change is made necessary due to an increase in the wholesale price of water from our supplier.

The rates contained in this notice are the rates proposed by North Shelby Water Company. However, the Public Service Commission may order rates to be changes that differ from these proposed rates. Such action may result in rates for consumers other than the rates in this notice.

### 5/8 x 3/4 Meters

First 2,000 gallons per month (minimum bill)	\$11.74
Next 3,000 gallons per month per 1,000 gallons	\$ 4.75
Next 5,000 gallons per month per 1,000 gallons	\$ 3.63
Next 40,000 gallons per month per 1,000 gallons	\$ 3.07
Over 50,000 gallons per month per 1,000 gallons	\$ 2.51

### 1-inch Meters

First 5,000 gallons per month (minimum bill)	\$25.99
Next 5,000 gallons per month per 1,000 gallons	\$ 3.63
Next 40,000 gallons per month per 1,000 gallons	\$ 3.07
Over 50,000 gallons per month per 1,000 gallons	\$ 2.51

### 1-1/2 Inch Meter

First 10,000 gallons per month (minimum bill)	\$44.14
Next 40,000 gallons per month per 1,000 gallons	\$ 3.07
Over 50,000 gallons per month per 1,000 gallons	\$ 2.51

### 2 Inch Meter

First 15,000 gallons per month (minimum bill)	\$59.49
Next 35,000 gallons per month per 1,000 gallons	\$ 3.07
Over 50,000 gallons per month per 1,000 gallons	\$ 2.51

### 3 Inch Meter

First 35,000 gallons per month (minimum bill)	\$120.89
Next 15,000 gallons per month per 1,000 gallons	\$ 3.07
Over 50,000 gallons per month per 1,000 gallons	\$ 2.51

Any corporation, association, body politic or person may by motion within 30 days after publication of the proposed rate changes, request leave to intervene. All persons having reasons to intervene should file with the Public Service Commission, P.O. Box 615, Frankfort, Kentucky 40602. The application is on file at the offices for the North Shelby Water Company, 4596 Bagdad Road, Bagdad, KY and is available for examination during business hours.

## EXHIBIT E

For Entire Service Area  
Community, Town or City

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

P.S.C. KY No.

Cancelling P.S.C. KY No. 2005-00140  
(Sheet No.)

CLASSIFICATION OF SERVICE	RATE PER UNIT
<b>Rates: <u>5/8 x 3/4 Inch Meter</u></b>	
First 2,000 gallons per month (minimum bill)	\$11.74
Next 3,000 gallons per month per 1,000 gallons	4.75
Next 5,000 gallons per month per 1,000 gallons	3.63
Next 40,000 gallons per month per 1,000 gallons	3.07
Over 50,000 gallons per month per 1,000 gallons	2.51
 <b><u>1 Inch Meter</u></b>	
First 20,000 gallons per month (minimum bill)	\$25.99
Next 5,000 gallons per month per 1,000 gallons	3.63
Next 40,000 gallons per month per 1,000 gallons	3.07
Over 50,000 gallons per month per 1,000 gallons	2.51
 <b><u>1-1/2 Inch Meter</u></b>	
First 10,000 gallons per month (minimum bill)	\$44.14
Next 40,000 gallons per month per 1,000 gallons	3.07
Over 50,000 gallons per month per 1,000 gallons	2.51
 <b><u>2 Inch Meter</u></b>	
First 15,000 gallons per month (minimum bill)	\$59.49
Next 40,000 gallons per month per 1,000 gallons	3.07
Over 50,000 gallons per month per 1,000 gallons	2.51
 <b><u>3 Inch Meter</u></b>	
First 35,000 gallons per month (minimum bill)	\$121.89
Next 15,000 gallons per month per 1,000 gallons	3.07
Over 50,000 gallons per month per 1,000 gallons	2.51

Date of Issue March 19, 2007 Date Effective May 1, 2007

Issued by \_\_\_\_\_ Title: Manager

Issued by the authority of an Order of the Public Service Commission of  
Kentucky in Case No. \_\_\_\_\_ Dated \_\_\_\_\_

**EXHIBIT G**