

COMMISSIONERS

Ray Larmee,
Chairman

Raymond Williams,
Secretary

Ben Quinn,
Treasurer

West Shelby Water District

7101 Shelbyville Rd.
P.O. Box 39
Simpsonville, KY 40067
(502) 722-8944
State Relay TDD (800) 648-6057
E-mail: info@westshelbywater.org

MANAGERS

Steve Eden,
Manager

Lisa M. Didier,
Executive
Administrator

January 8, 2013

Public Service Commission
Division of Rates and Tariffs
615 Sower Blvd.
P. O. Box 615
Frankfort, KY 40602

RECEIVED

JAN 18 2013

PUBLIC SERVICE
COMMISSION

RE: Proposed adjustment of the wholesale water rates of the Shelbyville Municipal Water & Sewer Commission

To Whom It May Concern:

The West Shelby Water District respectfully requests that the Public Service Commission allow us to make an adjustment in our rates in accordance with 807 KAR 5:068 Purchased Water Adjustments for Water Districts.

Our supplier, Shelbyville Municipal Water & Sewer Commission, has informed the District that an increase will take effect April 1, 2013. The District purchased 283,049,100 gallons of water from January 1, 2012 to December 31, 2012 at a total cost of \$548,370.35. The District sold 257,873,100 gallons of water to its customers. With the wholesale increase the new cost is expected to be \$552,889.77. The difference between the current cost and proposed cost will be \$4,519.42. The incremental cost in terms of water sold is \$0.0175 cents per 1,000 gallons. We propose to raise each gallonage block that amount.

The following documents are enclosed:

Exhibit A: Purchase Water Adjustment for Water District Form
Exhibit B: Supplier's Notice of Changed Rate
Exhibit C: Statement of Water Purchases
Exhibit D: Statement of Water Sold
Exhibit E: Purchased Water Adjustment Calculations
Exhibit F: Notice to Customers
Exhibit G: Revised Tariff Sheet

If you have any questions, please contact Lisa M. Didier, Executive Administrator of the West Shelby Water District at (502) 722-8944.

Yours truly,



Lisa M. Didier,
Executive Administrator
West Shelby Water District

Enclosures

RECEIVED

JAN 18 2013

PUBLIC SERVICE
COMMISSION

**PURCHASED WATER ADJUSTMENT FOR
WATER DISTRICTS AND ASSOCIATIONS
(807 KAR 5:068)**

Name of Utility	West Shelby Water District	
Date	01/07/2013	
Address	7101 Shelbyville Rd , PO Box 93	
City, State, Zip	Simpsonville, KY	40067
Telephone Number	(502) 722-8944	

1.a. Name of all wholesale suppliers and the base (current) rate and changed rate of each. In the event the water purchased is billed by the supplier on a rate that is not a flat rate schedule, the entire rate schedule must be shown. Attach additional sheets if necessary.



Supplier(s)	Base Rate	Changed Rate
Louisville Water Co.	\$1.99/1,000 gallons	No change
Shelbyville Municipal Water	\$1.90/1,000 gallons	\$1.97/1,000 gallons

1.b. A copy of the supplier's notice of the changed rate showing the effective date of the increase is attached as Exhibit "B"

2. Twelve-month period upon which the purchased water adjustment is based. (This twelve-month period must end within 90 days of this filing).

From	January 1, 2012	through	December 31, 2012
	(month and year)		(month and year)

3. Statement of water purchases. Where water is purchased from more than one supplier, purchases from each supplier must be shown separately. If water is purchased through a declining block rate schedule, purchases for each month must be shown. Attach an additional sheet if necessary.

Supplier(s)	Gallons Purchased during 12 month period
Louisville Water Company	218,486,000
Shelbyville Municipal Water & Sewer	64,563,100
TOTAL PURCHASES	283,049,100
4. Total gallons sold for the 12 month period	257,873,100 Exhibit D
5. Increased water cost	4519.42 Exhibit E
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.	
6. Purchased water adjustment factor	\$0.0175 per 1000 gal. Exhibit E
The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold.	
<p>Note: The purchased water adjustment factor is added to each thousand gallons sold. If the minimum usage is 2,000 gallons then the purchased water adjustment factor would be added to the minimum bill twice. Revised tariff sheets must be attached showing the rate to be charged by the utility and the effective date of the increased rates.</p>	
7. Proposed effective date	April 1, 2013
	
Signature of Utility Officer	
	
Title	

Shelbyville Municipal Water & Sewer Commission

P.O. Box 608

1059 Washington St.

Shelbyville, Ky. 40066

Phone: 502-633-2840 FAX: 502-633-1939

December 21, 2012

CERTIFIED MAIL

Mr. Steve Eden , Manager
West Shelby Water District
P.O. Box 39
Simpsonville, Ky. 40067

RE: Rate Increase

Dear Mr. Eden:

The Commission recommended a Rate Increase (this increase will average approximately 3.68-3.85% across the board for water & sewer customers) to the Shelbyville City Council.

The Shelbyville City Council held its first reading on Thursday, December 6, 2012, and its second reading (approved) on December 20, 2012.

The rate increase for Wholesale Purchasers will be effective for water used between mid-February and mid-March, 2013, for billing dated April 1, 2013.

Normally the Water Districts meters are read on the 19th of each month.

Your proposed rate increase is from \$1.90 to \$1.97/1,000 gal, or an increase of 3.68%.

Enclosed is a copy of the proposed rate ordinance to be submitted to the City Council, a copy of the PSC "Form for Filing Rate Schedules", and the formal "NOTICE" as the PSC requires.

This information has been mailed to the PSC.

Sincerely,



Thomas G, Doyle
Manager

EXHIBIT B

NOTICE

The Shelbyville City Council at its December 21, 2012 meeting had the second reading, and approved a rate increase recommended by the Shelbyville Municipal Water & Sewer Commission (“SMW&SC”) that will increase the rates charged to Wholesale Water Purchasers as follows:

	CURRENT RATE	PROPOSED RATE	% INCREASE
	\$/1,000 gal	\$/1,000 gal	
North Shelby Water Company	\$1.765	\$1.83	3.68%
West Shelby Water District	\$1.90	\$1.97	3.68%

The Shelbyville City Council held the First Reading of the proposed Rate Ordinance on Thursday, December 6, 2012, and the second reading on December 20 which was approved.

The Proposed effective date for all rates listed above is with the April 1, 2013 billing, which is for water purchased during and after mid-February 2013 (normally the 19th of each month), and thereafter, until the next rate change occurs.

The Rates contained in this NOTICE are the rates proposed by the “SMW&SC”. However, the Public Service Commission may order rates to be charged that differ from the proposed rates contained in this NOTICE.

Any corporation, association or person with substantial interest in the matter may, by written request, within thirty (30) days after publication or mailing of this notice of the proposed rate changes, request to intervene. Intervention may be granted beyond the thirty (30) day period for good cause shown.

Any person who has been granted intervention by the Public Service Commission may obtain copies of the rate application and any other “SMW&SC” filings by contacting Thomas G. Doyle, Manager, at the utility’s Office located at 1059 Washington St., Shelbyville, KY. 40065; telephone 502-633-2840.

Any person may examine the rate application and other “SMW&SC” filings by visiting the utility’s office located at 1059 Washington St. Shelbyville, KY. 40065; telephone 502-633-2840, or by contacting the Public Service Commission at 211 Sower Boulevard in Frankfort, KY. 40602, or by telephone 502-564-3940.

Shelbyville Municipal Water
& Sewer Commission

FOR _____
Community, Town or City

P.S.C. KY. NO. _____

_____ SHEET NO. _____

CANCELLING P.S.C. KY. NO. _____

_____ SHEET NO. _____

(Name of Utility)

RATES AND CHARGES

WHOLESALE WATER SERVICE

New Rate Per Unit

North Shelby Water Company
(WAS \$1.765/1,000gal)

1.83/1,000gal

WEST Shelby Water District
(WAS \$1.90/1,000gal)

1.90/1,000gal

DATE OF ISSUE Dec. 21, 2012
Month / Date / Year

DATE EFFECTIVE February 19, 2013
Month / Date / Year

ISSUED BY Tom Doyle
TOM DOYLE (Signature of Officer)

TITLE MANAGER

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

**CITY OF SHELBYVILLE
ORDINANCE NO. 2012-12-20**

**AN ORDINANCE AMENDING THE SCHEDULE OF CHARGES FOR
THE USE OF THE CONSOLIDATED MUNICIPAL WATERWORKS
AND SEWER SYSTEM OF THE SHELBYVILLE WATER AND SEWER
COMMISSION**

WHEREAS, it is required that rates and charges for the use and services of the combined and consolidated Municipal Waterworks and Sewer System be prescribed and maintained so as to pay the interest upon and principal of said bonds as the same become due, and also pay operating and maintenance costs, as well as create an adequate depreciation fund; and

WHEREAS, the Shelbyville Municipal Water and Sewer Commission is facing continually increasing operating and maintenance costs, ~~especially recent electrical cost increases of 20-25%, including continuing electrical, chemical, and transportation costs, as well as other costs necessary to provide increases in providing~~ safe drinking water and wastewater treatment services for its customers; and

WHEREAS, the Shelbyville Municipal Water and Sewer Commission pays all debt service expenses and operation and maintenance costs without the support of a monetary appropriation from the City of Shelbyville, and relies upon user charges to support its water and wastewater treatment works; and

WHEREAS, The City of Shelbyville wishes to ensure that the Shelbyville Municipal Water and Sewer Commission has adequate revenue to meet its obligation to provide excellent service to its customers; and

WHEREAS, the United States Environmental Protection Agency as well as the Kentucky Department for Natural Resources have and continue to impose more stringent criteria to improve both the quality of drinking water and treated wastewater, increasing the costs of providing these services; and

WHEREAS, the Municipal Water and Sewer Commission has petitioned the City Council to enact an Ordinance establishing a revised schedule of said combined and consolidated Municipal Waterworks and Sewer System furnishing such services:

NOW THEREFORE, BE IT ORDAINED BY THE CITY OF SHELBYVILLE, charges are amended as set forth in this Ordinance and City of Shelbyville Ordinance No. 2007-06-21B, and Sections 31.301 and 31.402 of the City of Shelbyville Code of Ordinances are amended as follows:

SECTION 1

~~That from and after the April 1, 2011 billing (for water/sewer used during and after mid February, 2011 there shall be and there is hereby established a revised schedule of rates and charges for the use and services of this portion of said combined and consolidated Municipal Waterworks and Sewer System furnishing water and sewer services as follows:~~

That from and after the ~~April 1, 2011~~ March 1, 2013 billing for water/sewer used during and after

~~mid-February, 2011~~ mid-January, 2013, there shall be and there is hereby established a revised schedule of rates and charges for the use and services of this portion of said combined and consolidated Municipal Waterworks and Sewer System furnishing water and Sewer services as follows:

A. MONTHLY WATER RATES AND CHARGES

That from and after the ~~April 2011~~ March 2013 billing for water/sewer used during and after ~~mid-February 2011,~~ mid-January 2013, there shall be and is hereby established the following Water Rate Schedule (First 1,000 gallons below as shown is for a 5/8" meter):

- (1) For customers who are both within the City limits of Shelbyville, Kentucky, and within the City water service area:

First	1,000 gallons used per month	\$ 8.45 (Minimum Bill)	<u>\$ 8.77 (Minimum Bill)</u>
Next	9,000 gallons used per month	2.27 per 1,000 gal	<u>2.36 per 1,000 gal</u>
Next	15,000 gallons used per month	2.18 per 1,000 gal	<u>2.26 per 1,000 gal</u>
All Over	25,000 gallons used per month	2.03 per 1,000 gal	<u>2.11 per 1,000 gal</u>

- (2) For customers who are within that area extending south of I-64, then east and west and being served by the water mains constructed in 1978 and additions thereto (defined as the Finchville Rate Area), and within the city water service area:

First	1,000 gallons used per month	\$ 11.74 per 1,000 gal	<u>\$ 12.19 (Minimum Bill)</u>
Next	9,000 gallons used per month	3.25 per 1,000 gal	<u>3.37 per 1,000 gal</u>
Next	15,000 gallons used per month	2.74 per 1,000 gal	<u>2.84 per 1,000 gal</u>
All over	25,000 gallons used per month	2.44 per 1,000 gal	<u>2.53 per 1,000 gal</u>

- (3) For customers who are outside city limits but not in Finchville Rate Area, and are within the city water service area:

First	1,000 gallons used per month	\$ 9.72 per 1,000 gal	<u>\$ 10.09 (Minimum Bill)</u>
Next	9,000 gallons used per month	2.62 per 1,000 gal	<u>2.72 per 1,000 gal</u>
Next	15,000 gallons used per month	2.49 per 1,000 gal	<u>2.58 per 1,000 gal</u>
All over	25,000 gallons used per month	2.33 per 1,000 gal	<u>2.42 per 1,000 gal</u>

- (4) Minimum monthly charges for meters larger than 5/8", and 1,000 gallons or less used each month:

Meter Size	Inside City		Outside City		Finchville Area	
1"	\$11.05	<u>\$11.47</u>	\$12.70	<u>\$13.18</u>	\$15.58	\$ 16.17
1-1/2"	13.81	<u>14.33</u>	15.89	<u>16.49</u>	19.65	<u>20.40</u>
2"	21.39	<u>22.20</u>	24.60	<u>25.53</u>	30.82	<u>31.99</u>
3"	77.35	<u>80.29</u>	88.93	<u>92.31</u>	113.07	<u>117.37</u>
4"	98.06	<u>101.79</u>	112.77	<u>117.06</u>	143.53	<u>148.98</u>
6"	146.43	<u>148.88</u>	168.37	<u>174.77</u>	N.A.	N.A.

- (5) Commercial haulers:

A. Inside City	\$ 2.64 per 1,000 gal	<u>\$ 2.74 per 1,000 gal</u>
B. Outside City	3.79 per 1,000 gal	<u>\$ 3.93 per 1,000 gal</u>

(6) Water Districts:

- A. West Shelby Water District ~~\$ 1.90 per 1,000 gal~~ \$ 1.97 per 1,000 gal
- B. North Shelby Water District ~~\$ 1.765 per 1,000 gal~~ \$ 1.83 per 1,000 gal.
- C. Quantities over the respective Contract Limits shall be charged the normal Rate plus:
\$1.00 per 1,000 gal.

(7) Fire Protection:

Service for public fire hydrants outside the city limits of Shelbyville shall be provided at the rate of \$1.25 per month for each customer living within 1,000 feet of a hydrant. Service for private fire hydrants outside the city limits of Shelbyville shall be charged at the rate of \$8.50 per month per hydrant. Service for sprinkler systems shall be charged at the rate of \$0.0007 per square foot per month of building sprinkled.

B. MONTHLY SEWER RATES AND CHARGES

That from and after the ~~April 2011~~ March 2013 billing for water/sewer used during and after ~~mid-February 2011~~ mid-January 2013 , there shall be and is hereby established the following Sewer Rate Schedule for customers who are within the city limits of Shelbyville, Kentucky, and within the city sewer service area, except for Benson Trace & related areas which pay an additional surcharge of \$0.35/1,000 gallons, and the southernmost out-lots of Hi-Point Shopping Center which pay an additional surcharge of \$0.25/1,000 gallons for use of Sanitation District #1 lines:

First	1,000 gallons used per month	\$ 8.54 per 1,000 gal Min. Bill	<u>\$8.86 gal (Min.Bill)</u>
Next	9,000 gallons used per month	2.88 per 1,000 gal	<u>2.99 per 1,000 gal</u>
All over	10,000 gallons used per month	2.81 per 1,000 gal	<u>2.92 per 1,000 gal</u>

(1) For customers who are outside the city limits of Shelbyville, Kentucky, but within the city sewer service area, excluding area of Sanitation District No. 1:

First	1,000 gallons used per month	\$ 9.82 per 1,000 gal Min. Bill	<u>\$10.19 per 1,000 gal (Min.Bill)</u>
Next	9,000 gallons used per month	3.31 per 1,000 gal.	<u>3.44 per 1,000 gal</u>
All over	10,000 gallons used per month	3.22 per 1,000 gal	<u>3.34 per 1,000 gal</u>

(2) For customers who are in the Sanitation District Rate Area:

First	1,000 gallons used per month	\$ 5.59 per 1,000 gal Min. Bill	<u>\$5.80 per 1,000 gal (Min.Bill)</u>
Next	9,000 gallon used per month	5.59 per 1,000 gal Min. Bill	<u>5.80 per 1,000 gal</u>
All over	10,000 gallons used per month	5.08 per 1,000 gal Min. Bill	<u>5.27 per 1,000 gal</u>

Sewer surcharges for excessive strength wastewater as defined in the Sewer Use Ordinance No. 91-07-18, Section 52.060, Paragraph (C) 1 shall be as follows:

Parameter	Allowable Concentration	Charge Per Pound In Excess Above Allowable	
		\$ 0.40	<u>\$ 0.50</u>
BOD	250 mg/1	\$ 0.40	<u>\$ 0.50</u>
TSS	250 mg/1	\$ 0.40	<u>\$ 0.50</u>
NH (3) -N	25 mg/1	\$ 1.17	<u>\$ 1.46</u>

SECTION 2: SYSTEM DEVELOPMENT CHARGES (SDC)

Purpose and Policy

This ordinance sets forth uniform requirements for financing capital improvements to the water and sewer systems to serve growth and at the same time prevent or reduce the inequity to existing customers that would result when the existing customers must pay for the increases in water or sewer rates that are needed to pay for added plant costs for new customers.

The method chosen to establish the SYSTEM DEVELOPMENT CHARGE is based on the premise that new customers are entitled to water and/or sewer services at the same rates charged to existing customers. However, it is also recognized that existing customers have provided funds for debt retirement, cash financing of improvements and additions to the water and/or sewer system through payment of water/sewer rates or through their own contribution of capital. New connections to the system shall be required to pay an amount corresponding to that which has already been paid by existing customers towards the water and sewer facilities.

A. Definitions

“Commission” means The Shelbyville Municipal Water and Sewer Commission

SDC: System Development Charge is defined as the charge for a new water and/or sewer connection which corresponds to that amount which has already been paid by existing customers towards the invested capital funds of the system.

Sewer Inspection Fee: That fee established by ordinance to recover costs of inspection of new sewer service connections and to obtain a sewer use permit.

Water Meter Fee: That fee established by ordinance to recover costs of setting new water services, inclusive of the metering device.

B. Method of establishing the System Development Charges

The system buy-in method utilizes the calculations of existing customer’s equity based on:

- a. Present Value of Assets
- b. Outstanding Indebtedness
- c. Depreciation
- d. Existing Plant Capacity and Current Usage
- e. Present Worth of the System Development Charge

to arrive at customer equity in terms of 1,000 gallons per month of the water and/or sewer usage.

C. System Development Charges

The following charges are hereby adopted for new connections to the Water and Sewer System of the Commission:

1. SEWER SYSTEM

[Effective May 1, 2010]

a. Residential Single Family	
Inside City	\$ 918.00
Outside City	\$1,055.69
b. Apartments, Duplexes (per unit)	
Inside City	\$ 628.29
Outside City	\$ 722.53
c. Industrial/Commercial/Other	
Inside City	\$ 223.75/1,000 gal/mo
Outside City	\$ 257.31/1,000 gal/mo

2. WATER SYSTEM

[Effective May 1, 2010]

a. Residential Single Family	
Inside City	\$ 517.50
Outside City	\$ 595.13
b. Apartments, Duplexes (per unit)	
Inside City	\$ 354.09
Outside City	\$ 407.20
c. Industrial/Commercial/Other	
Inside City	\$ 100.88/1,000 gal/mo
Outside City	\$ 116.01/1,000 gal/mo

3. Water Districts shall be required to pay an SDC at the time of Contract renegotiations and shall apply towards the increase in contract amount of water purchased.

4. Any increase in water or sewer use by Commercial, Industrial, or other similar users, which exceed the prior annual average by 50% or more shall subject the user to the System Development Charges set out above.

Revenue collected from the System Development Charge shall be deposited in a special account known as the "Water/Wastewater Facilities Expansion Account."

In addition to the System Development Charges set out above, new connections shall be subject

to fees for permit applications and inspections as adopted by the Commission pursuant to Section 52.106 of the Shelbyville Code of Ordinances.

SECTION THREE: OTHER CHARGES/FEEES

A. METER SETTING CHARGES

In addition to the System Development Charges for new water connections set out above, new connections shall be subject to the following meter setting fees:

5/8" meter Inside City	\$ 465.00
5/8" meter Outside City	\$ 540.00
1" meter Inside City	\$ 565.00
1" meter Outside City	\$ 640.00

The above charges for meter setting include materials, labor, and installation costs for installing the meter at the property line not more than 60 feet from the water main. Installation of water meters at the property line which exceeds 60 feet from the water main shall require payment of the meter setting fee above, plus the cost of labor and materials in excess of 60 feet. Requesting parties in all installations, including those within 60 feet of the water main, shall pay for any expense of rock removal. Meter setting fees for meters greater than 1 inch shall be based on the costs of materials, labor, and installation of the meter plus 15%.

B. NEW CUSTOMER TURN-ON/PROCESSING FEES, DISCONNECT FEES, AND SEWER INSPECTION FEES

- a. New/Changed customer account turn-on/processing charge \$ 25.00
- b. After hours [4:30 pm Mon-Fri.& week-ends) service calls/turn-ons \$ 50.00
- c. Non-payment/disconnect turn-on fees:
 - 1. During working hours \$ 20.00
 - 2. After hours \$ 50.00
- d. Sewer inspection fees \$50.00/lateral
- e. There is hereby established a \$10.00 fee for any payment attempt made with "insufficient funds", whether through check/s or ACH payments.

The Board of Commissioners shall amend rates and fees as described in para 6a. thru d. from time to time at its discretion, as well as meter setting fees.

C. Payment of Fees/Charges

- 1. No person shall begin construction on a development, and no building permit or occupancy shall be issued until all fees and/or charges have been paid and applicable permits issued.
- 2. If the proposed development does not occur within 120 days of application, the charge may be refunded with Commission approval.
- 3. In the case of the SDC for an industrial, commercial, or other than residential, duplexes or apartments, the initial SDC that was collected will be adjusted upward or downward after twelve months of operation. Based on the average usage of the last three months (of the twelve month period) ~~average usage~~.
- 4. All charges and/or fees established by this ordinance shall be applicable to those users applying for connections as of the effective date of the ordinance.
- 5. At the end or each calendar year and no later than the 15th of January, SDC Charges fees

shall be reviewed by the Commission and adjusted as necessary with the approval of the Shelbyville City Council. At the same time the cost of new meter settings (5/8" and 1") shall be reviewed. Meter setting costs are determined by actual costs on a calendar year basis.

SECTION 4: GENERAL REQUIREMENTS FOR SEWER SERVICE CHARGES

- A. Sewer service charges shall be charges levied on all users who discharge, cause or permit the discharge of sewage into the public sewage treatment system. Rates or charges for sewer service shall be based upon the quantity of water measured by the water meter supplied to the respective building or premises.
- B. Sewer service charges shall be comprised of a system of user charges, excessive strength surcharges, a system of charges for debt service and may include return on investment.
- C. User charges shall mean charges levied on users of the sewage system to offset the cost of operations and maintenance of the system including simple replacement costs.
- D. Excessive strength surcharges mean charges levied on users of the sewage treatment system whose contributions contain conventional pollutants in concentrations which exceed the limits specified herein for such pollutants and who are permitted to make such contributions to the system by decision of the Municipal Water and Sewer Commission. In the event that the Commission shall permit a user to discharge waste to the sewage works having an average biochemical demand (BOD5) in excess of 250 mg/1, and/or an average suspended solids (TSS) content in excess of 250 mg/1, and/or an average ammonia nitrogen (NH₃ -N) content in excess of 25 mg/1, the user shall pay a surcharge based upon the excess strength of its wastes.
- E. Charges for debt service shall mean charges levied on users of the sewage treatment system to support the annual debt service obligations of the system.
- F. No reduction in sewage service charges, fees, or taxes shall be permitted because of the fact that certain wastes discharged to the sewage works contain less than the 250 mg/1 of BOD5, 250 mg/1 of TSS, or 25 mg/1 NH₃-N.
- G. The Commission shall review not less than every two years the sewage contribution of users, and the total cost of operation and maintenance of the sewage works, and user charges. Based on such a review, the Commission shall recommend to the City, when necessary, a revised schedule of user charges which shall accomplish the following:
 - 1. Maintain the proportionate distribution of operations and maintenance costs among users of the treatment system.
 - 2. Generate sufficient revenues to offset the costs associated with the proper operation and maintenance of the system, including Depreciation Expense (through renewal and replacement costs) and Transfers.
 - 3. Generate sufficient revenues to support the annual debt service of the system.
 - 4. Review excessive strength surcharges every two years.

SECTION FIVE: AMENDMENTS

This ordinance shall be amended, as necessary, to comply with Federal Regulations.

SECTION SIX: VALIDITY

All ordinances or parts ~~or~~ of ordinances in conflict herewith are hereby repealed. The invalidity of any section, clause, sentence or provision of this ordinance shall not affect the validity of any other part of the ordinance which can be given effect without such invalid parts.

Introduced, seconded, and given first reading at a duly convened meeting of the City Council of the City of Shelbyville, Kentucky held on the 6th day of December, 2012.

Given second reading and enacted at a duly convened meeting of the City Council of the City of Shelbyville, Kentucky held on the 20th day of December, 2012.

Thomas L. Hardesty, Mayor

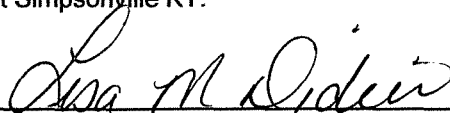
ATTEST:

Inez Harris, City Clerk/Treasurer

WEST SHELBY WATER DISTRICT
STATEMENT OF PURCHASED WATER
 January 2012 through December 2012

	Shelbyville Municipal		Louisville Water		Total Gals.	Total
	Gallons	Cost	Gallons	Cost	Purchased	Cost
2012						
Jan	4,005,400	\$ 7,610.26	14,384,000	\$ 27,225.36	18,389,400	\$ 34,835.62
Feb	4,375,300	\$ 8,313.07	14,355,000	\$ 27,160.22	18,730,300	\$ 35,473.29
Mar	4,506,700	\$ 8,562.73	14,864,000	\$ 28,144.78	19,370,700	\$ 36,707.51
Apr	5,606,000	\$ 10,651.40	15,002,000	\$ 28,381.02	20,608,000	\$ 39,032.42
May	5,605,900	\$ 10,651.21	15,788,000	\$ 29,839.93	21,393,900	\$ 40,491.14
Jun	5,803,000	\$ 11,025.70	18,482,000	\$ 34,877.71	24,285,000	\$ 45,903.41
Jul	5,771,400	\$ 10,965.66	24,474,000	\$ 46,913.80	30,245,400	\$ 57,879.46
Aug	6,903,600	\$ 13,116.84	23,667,000	\$ 47,472.72	30,570,600	\$ 60,589.56
Sep	6,057,700	\$ 11,509.63	26,039,000	\$ 52,209.77	32,096,700	\$ 63,719.40
Oct	5,591,400	\$ 10,623.66	17,718,000	\$ 35,626.47	23,309,400	\$ 46,250.13
Nov	5,470,800	\$ 10,394.52	16,823,000	\$ 33,845.42	22,293,800	\$ 44,239.94
Dec	4,865,900	\$ 9,245.21	16,890,000	\$34,003.26	21,755,900	\$ 43,248.47
Total	64,563,100	\$ 122,669.89	218,486,000	\$ 425,700.46	283,049,100	\$ 548,370.35

Done this 8th day of January 2013 at Simpsonville KY.



 Lisa M. Didier
 Executive Administrator

**WEST SHELBY WATER DISTRICT
STATEMENT OF WATER SOLD
January 1, 2012 through December 31, 2012**

2012	Gallons
Jan	17,679,100
Feb	15,385,400
Mar	17,005,300
Apr	20,401,500
May	19,552,700
Jun	23,248,900
Jul	27,446,300
Aug	32,047,700
Sep	26,741,800
Oct	22,702,700
Nov	19,085,600
Dec	16,576,100
Total	257,873,100

Done this 8th day of January 2013 at Simpsonville, KY.



Lisa M. Didier
Executive Administrator

WEST SHELBY WATER DISTRICT

1/9/2013

PURCHASED WATER ADJUSTMENT CALCULATIONS

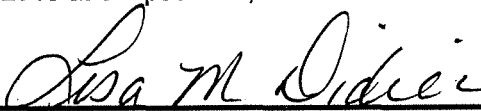
<u>Current Water Purchased:</u>			@		Cost
Louisville	218,486,000	Gallons	\$ 1.99/1,000 gal.*	\$	425,700.46
			(includes a 350.64/mo service charge)		
Shelbyville	<u>64,563,100</u>	Gallons	\$ 1.90/1,000 gal.	\$	122,669.89
Total	<u>283,049,100</u>	Gallons		\$	<u>548,370.35</u>

Water Sold: **257,873,100** **Gallons**

<u>Increased Purchase Cost:</u>					
Louisville	218,486,000	Gallons	\$ 1.99/1,000 gal.	\$	425,700.46
			(including \$367.65 monthly surcharge)		
Shelbyville	<u>64,563,100</u>	Gallons	\$ 1.97/1,000 gal.	\$	127,189.31
Total	<u>283,049,100</u>		Total	\$	<u>552,889.77</u>
			Increase	:	\$ 4,519.42

<u>Increase</u>	:	<u>\$ 4,519.42</u>		adjustment	
<u>Water Sold</u>	:	<u>257,873,100</u>	Gallons=	factor	<u>\$ 0.0175</u> cents/1,000

Done this 9th day of January 2013 at Simpsonville, KY.



 Lisa M. Didier
 Executive Administrator

NOTICE

West Shelby Water District has filed an application with the Public Service Commission for a proposed rate change for water service, effective April 1, 2013. The change is made necessary due to an increase in the wholesale price of water from one of our suppliers, Shelbyville Municipal Water & Sewer. The following rates may be altered by the PSC after examining the application.

		Current Rates		increase:	Rounded	\$ 0.0175
5/8 inch Meter						
First	2,500	Gallons per month , minimum bill	\$ 6.9080	\$ 17.27	\$ 17.3138	17.31 \$ 6.9255
Next	7,500	Gallons per month , per 1,000 gallons		5.08	\$ 5.0975	5.10
Next	20,000	Gallons per month , per 1,000 gallons		4.76	\$ 4.7775	4.78
Next	200,000	Gallons per month , per 1,000 gallons		4.35	\$ 4.3675	4.37
Over	230,000	Gallons per month , per 1,000 gallons		3.94	\$ 3.9575	3.96
3/4 inch Meter						
First	3,500	Gallons per month , minimum bill	\$ 6.3829	\$ 22.34	\$ 22.4013	22.40 \$ 6.4004
Next	6,500	Gallons per month , per 1,000 gallons		5.08	\$ 5.0975	5.10
Next	20,000	Gallons per month , per 1,000 gallons		4.76	\$ 4.7775	4.78
Next	200,000	Gallons per month , per 1,000 gallons		4.35	\$ 4.3675	4.37
Over	230,000	Gallons per month , per 1,000 gallons		3.94	\$ 3.9575	3.96
1 inch Meter						
First	5,000	Gallons per month , minimum bill	\$ 5.9940	\$ 29.97	\$ 30.0575	30.06 \$ 6.0115
Next	5,000	Gallons per month , per 1,000 gallons		5.08	\$ 5.0975	5.10
Next	20,000	Gallons per month , per 1,000 gallons		4.76	\$ 4.7775	4.78
Next	200,000	Gallons per month , per 1,000 gallons		4.35	\$ 4.3675	4.37
Over	230,000	Gallons per month , per 1,000 gallons		3.94	\$ 3.9575	3.96
1 1/2 inch Meter						
First	10,000	Gallons per month , minimum bill	\$ 5.5370	\$ 55.37	\$ 55.5450	55.55 \$ 5.5545
Next	20,000	Gallons per month , per 1,000 gallons		4.76	\$ 4.7775	4.78
Next	200,000	Gallons per month , per 1,000 gallons		4.35	\$ 4.3675	4.37
Over	230,000	Gallons per month , per 1,000 gallons		3.94	\$ 3.9575	3.96
2 inch Meter						
First	16,000	Gallons per month , minimum bill	\$ 5.2456	\$ 83.93	\$ 84.21	84.21 \$ 5.2631
Next	14,000	Gallons per month , per 1,000 gallons		4.76	\$ 4.7775	4.78
Next	200,000	Gallons per month , per 1,000 gallons		4.35	\$ 4.3675	4.37
Over	230,000	Gallons per month , per 1,000 gallons		3.94	\$ 3.9575	3.96
3 inch Meter						
First	30,000	Gallons per month , minimum bill	\$ 5.0190	\$ 150.57	\$ 151.0950	151.10 \$ 5.0365
Next	200,000	Gallons per month , per 1,000 gallons		4.35	\$ 4.3675	4.37
Over	230,000	Gallons per month , per 1,000 gallons		3.94	\$ 3.9575	3.96
4 inch Meter						
First	50,000	Gallons per month , minimum bill	\$ 4.7514	\$ 237.57	\$ 238.4450	238.45 \$ 4.7689
Next	180,000	Gallons per month , per 1,000 gallons		4.35	\$ 4.3675	4.37
Over	230,000	Gallons per month , per 1,000 gallons		3.94	\$ 3.9575	3.96
6 inch Meter						
First	100,000	Gallons per month , minimum bill	\$ 4.5507	\$ 455.07	\$ 456.8200	456.82 \$ 4.5682
Next	130,000	Gallons per month , per 1,000 gallons		4.35	\$ 4.3675	4.37
Over	230,000	Gallons per month , per 1,000 gallons		3.94	\$ 3.9575	3.96

All persons having reason to intervene should file with the PSC, P.O. Box 615, Frankfort, KY 40602. The application is on file at the office of the West Shelby Water District in Simpsonville, KY and is available for examination during regular business hours.

EXHIBIT G

Revised Tariff Sheet

FOR Shelby County, Simpsonville, Kentucky
Community, Town or City

P.S.C. KY. NO. _____

_____ SHEET NO. _____

WEST SHELBY WATER DISTRICT
(Name of Utility)

CANCELLING P.S.C. KY. NO.

_____ SHEET NO. _____

RATES AND CHARGES

Applicable: Entire Area Served

Available: To all Customers served by the District

A. Monthly Rates:

5/8 inch Meter

First	2,500	Gallons per month , minimum bill	\$ 17.31
Next	7,500	Gallons per month , per 1,000 gallons	5.10
Next	20,000	Gallons per month , per 1,000 gallons	4.78
Next	200,000	Gallons per month , per 1,000 gallons	4.37
Over	230,000	Gallons per month , per 1,000 gallons	3.96

3/4 inch Meter

First	3,500	Gallons per month , minimum bill	\$ 22.40
Next	6,500	Gallons per month , per 1,000 gallons	5.10
Next	20,000	Gallons per month , per 1,000 gallons	4.78
Next	200,000	Gallons per month , per 1,000 gallons	4.37
Over	230,000	Gallons per month , per 1,000 gallons	3.96

1 inch Meter

First	5,000	Gallons per month , minimum bill	\$ 30.06
Next	5,000	Gallons per month , per 1,000 gallons	5.10
Next	20,000	Gallons per month , per 1,000 gallons	4.78
Next	200,000	Gallons per month , per 1,000 gallons	4.37
Over	230,000	Gallons per month , per 1,000 gallons	3.96

1 1/2 inch Meter

First	10,000	Gallons per month , minimum bill	\$ 55.55
Next	20,000	Gallons per month , per 1,000 gallons	4.78
Next	200,000	Gallons per month , per 1,000 gallons	4.37
Over	230,000	Gallons per month , per 1,000 gallons	3.96


DATE OF ISSUE _____

Month / Date / Year

DATE EFFECTIVE April 1, 2013

Month / Date / Year

ISSUED BY _____


(Signature of Officer)

TITLE DISTRICT COMMISSION CHAIRMAN

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

FOR Shelby County, Simpsonville, Kentucky
Community, Town or City

P.S.C. KY. NO. _____

_____ SHEET NO. _____

WEST SHELBY WATER DISTRICT
(Name of Utility)

CANCELLING P.S.C. KY. NO.

_____ SHEET NO. _____

RATES AND CHARGES

2 inch Meter

First	16,000	Gallons per month , minimum bill	\$ 84.21
Next	14,000	Gallons per month , per 1,000 gallons	4.78
Next	200,000	Gallons per month , per 1,000 gallons	4.37
Over	230,000	Gallons per month , per 1,000 gallons	3.96

3 inch Meter

First	30,000	Gallons per month , minimum bill	\$ 151.10
Next	200,000	Gallons per month , per 1,000 gallons	4.37
Over	230,000	Gallons per month , per 1,000 gallons	3.96

4 inch Meter

First	50,000	Gallons per month , minimum bill	\$ 238.45
Next	180,000	Gallons per month , per 1,000 gallons	4.37
Over	230,000	Gallons per month , per 1,000 gallons	3.96

6 inch Meter

First	100,000	Gallons per month , minimum bill	\$ 456.82
Next	130,000	Gallons per month , per 1,000 gallons	4.37
Over	230,000	Gallons per month , per 1,000 gallons	3.96

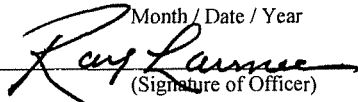
DATE OF ISSUE _____

Month / Date / Year

DATE EFFECTIVE April 1, 2013

Month / Date / Year

ISSUED BY _____


(Signature of Officer)

TITLE DISTRICT COMMISSION CHAIRMAN

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____