

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF)	CASE NO.
WEST SHELBY WATER DISTRICT)	2014-00179

ORDER

On June 2, 2014, West Shelby Water District (“West Shelby”) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹

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

1. West Shelby purchases water from Louisville Water Company (“Louisville Water”) and Shelbyville Municipal Water.
2. On July 1, 2014, Louisville Water’s monthly service charge to West Shelby will increase from \$402.80 to \$439.38 per month, and its volumetric wholesale rate to West Shelby will increase from \$1.75 per 1,000 gallons to \$1.80 per 1,000 gallons.² West Shelby proposes to increase the water rates to its customers effective July 1, 2014.
3. During the 12 months ending April 30, 2014, West Shelby purchased a total of 206,143,000 gallons of water from Louisville Water and sold 246,226,410 gallons. The increase in the cost of purchased water is \$10,746.11, resulting in a purchased water adjustment of \$0.05 per 1,000 gallons.

¹ KRS 278.015; 807 KAR 5:068.

² TFS 2014-00217 (Ky. PSC Filed Apr. 4, 2014). The tariff was accepted for filing by Commission letter dated June 9, 2014.

4. In its application, West Shelby miscalculated the amount of the increase in purchased water.

5. The purchased water adjustment of \$0.05 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

6. West Shelby's proposed rates should be denied.

7. The rates in Appendix B, attached hereto and incorporated herein, are fair, just, and reasonable and should be approved for service rendered on and after July 1, 2014.

IT IS THEREFORE ORDERED that:

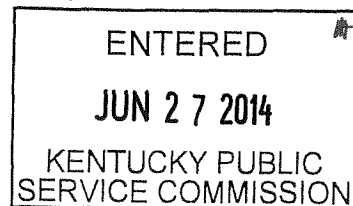
1. The purchased water adjustment of \$0.05 per 1,000 gallons is approved.

2. West Shelby's proposed rates are denied.

3. The rates in Appendix B are approved for service rendered on and after July 1, 2014.

4. Within 20 days of the date of this Order, West Shelby shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing the rates approved herein.

By the Commission



ATTEST

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2014-00179 DATED **JUN 27 2014**

	New Rate	Base Rate
West Shelby Water		
Monthly Service Charge	\$ 439.38/month	\$ 402.80/month
	<u> X 12</u>	<u> X 12</u>
	\$5,272.56	\$4,833.60
Purchases in gallons		
Louisville Water	206,143,000	206,143,000
Volumetric rate	<u>\$ 1.80/1,000</u>	<u>\$ 1.75/1,000</u>
	\$ 371,057.40	\$ 360,750.25
Total	\$ 376,329.96	\$ 365,583.85
Increased water cost	\$ 10,746.11	
Increased water cost	\$ 10,746.11	
Divided by gallons sold/1,000	<u>246,226,410</u>	
	\$ 0.0436	
Purchased water adjustment factor	\$0.05 per 1,000 gallons	

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2014-00179 DATED **JUN 27 2014**

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-Inch Meter

First	2,500 Gallons	\$17.59	Minimum Bill
Next	7,500 Gallons	5.21	per 1,000 Gallons
Next	20,000 Gallons	4.89	per 1,000 Gallons
Next	200,000 Gallons	4.48	per 1,000 Gallons
Over	230,000 Gallons	4.07	per 1,000 Gallons

3/4-Inch Meter

First	3,500 Gallons	\$22.79	Minimum Bill
Next	6,500 Gallons	5.21	per 1,000 Gallons
Next	20,000 Gallons	4.89	per 1,000 Gallons
Next	200,000 Gallons	4.48	per 1,000 Gallons
Over	230,000 Gallons	4.07	per 1,000 Gallons

1-Inch Meter

First	5,000 Gallons	\$30.61	Minimum Bill
Next	5,000 Gallons	5.21	per 1,000 Gallons
Next	20,000 Gallons	4.89	per 1,000 Gallons
Next	200,000 Gallons	4.48	per 1,000 Gallons
Over	230,000 Gallons	4.07	per 1,000 Gallons

1 1/2-Inch Meter

First	10,000 Gallons	\$56.65	Minimum Bill
Next	20,000 Gallons	4.89	per 1,000 Gallons
Next	200,000 Gallons	4.48	per 1,000 Gallons
Over	230,000 Gallons	4.07	per 1,000 Gallons

2-Inch Meter

First	16,000 Gallons	\$56.95	Minimum Bill
Next	14,000 Gallons	4.89	per 1,000 Gallons

Next	200,000 Gallons	4.48	per 1,000 Gallons
Over	230,000 Gallons	4.07	per 1,000 Gallons
<u>3-Inch Meter</u>			
First	30,000 Gallons	\$154.40	Minimum Bill
Next	200,000 Gallons	4.48	per 1,000 Gallons
Over	230,000 Gallons	4.07	per 1,000 Gallons
<u>4-Inch Meter</u>			
First	50,000 Gallons	\$243.95	Minimum Bill
Next	180,000 Gallons	4.48	per 1,000 Gallons
Over	230,000 Gallons	4.07	per 1,000 Gallons
<u>5-Inch Meter</u>			
First	100,000 Gallons	\$467.82	Minimum Bill
Next	130,000 Gallons	4.48	per 1,000 Gallons
Over	230,000 Gallons	4.07	per 1,000 Gallons