### COMMONWEALTH OF KENTUCKY

## BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF ) CASE NO. NORTH SHELBY WATER COMPANY ) 2015-00328

## ORDER

On September 30, 2015, North Shelby Water Company ("North Shelby") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.<sup>1</sup>

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

- 1. North Shelby purchases water from Louisville Water Company, Frankfort Electric & Water Plant Board ("Frankfort"), Shelbyville Municipal Water & Sewer Commission, and West Shelby Water District
- 2. Frankfort notified North Shelby that, effective November 1, 2015, Frankfort's wholesale rate to North Shelby would increase from \$2.25 per 1,000 gallons to \$2.35 per 1,000 gallons.<sup>2</sup> North Shelby proposes to increase the water rates to its customers effective November 1, 2015, to reflect the increased cost of purchased water.
- 3. During the 12 months ended August 31, 2015, North Shelby purchased a total of 427,854,100 gallons of water, 143,105,000 of which were purchased from

<sup>&</sup>lt;sup>1</sup> KRS 278.015; 807 KAR 5:068.

<sup>&</sup>lt;sup>2</sup> Case No. 2014-00254, Proposed Adjustment of the Wholesale Water Service Rates of Frankfort Electric and Water Plant Board (Ky. PSC Oct. 10, 2014).

Frankfort, and sold 353,466,400 gallons. The increase in the cost of purchased water is \$14,310.50, resulting in a purchased water adjustment of \$0.04 per 1,000 gallons.

- 4. The purchased water adjustment of \$0.04 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved as requested by North Shelby.
- 5. North Shelby's proposed rates, as set forth in Appendix B to this Order, are fair, just, and reasonable and should be approved for water service rendered on and after November 1, 2015.

#### IT IS THEREFORE ORDERED that:

- 1. The purchased water adjustment of \$0.04 per 1,000 gallons is approved.
- 2. North Shelby's proposed rates are approved for water service rendered on and after November 1, 2015.
- 3. Within 20 days of the date of this Order, North 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

ENTERED

OCT 2 7 2015

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director

# APPENDIX A

# APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2015-00328 DATED **OCT 2 7 2015**

	New Rate	Base Rate
North Shelby Water		
Purchases in gallons	143,105,000	143,105,000
Volumetric rate	\$2.35/1,000	\$2.25/1,000
	\$336,296.75	\$321,986.25

Increased water cost \$14,310.50

Increased water cost \$ 14,310.50 Divided by gallons sold/1,000 \$ 353,466,400 \$ 0.0404

Purchased water adjustment factor \$0.04 per 1,000 gallons

## **APPENDIX B**

#### 

The following rates and charges are prescribed for the customers in the area served by North 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 X 3/4-Inch Meter				
First	2,000	Gallons	\$18.12	Minimum Bill
Next	3,000	Gallons	6.87	per 1,000 Gallons
Next	5,000	Gallons	5.49	per 1,000 Gallons
Next	40,000	Gallons	4.80	per 1,000 Gallons
Over	50,000	Gallons	4.12	per 1,000 Gallons
1-Inch Meter				
First	5,000	Gallons	\$38.70	Minimum Bill
Next	5,000	Gallons	5.49	per 1,000 Gallons
Next	40,000	Gallons	4.80	per 1,000 Gallons
Over	50,000	Gallons	4.12	per 1,000 Gallons
1 1/2-Inch Mete	er			
First	_	Gallons	\$66.15	Minimum Bill
Next	40,000	Gallons	4.80	per 1,000 Gallons
Over	50,000	Gallons	4.12	per 1,000 Gallons
2-Inch Meter				
First	15,000	Gallons	\$90.15	Minimum Bill
Next	35,000	Gallons	4.80	per 1,000 Gallons
Over	50,000	Gallons	4.12	per 1,000 Gallons
3-Inch Meter				
First	35,000	Gallons	\$186.15	Minimum Bill
Next	•	Gallons	4.80	per 1,000 Gallons
Over	-	Gallons	4.12	per 1,000 Gallons

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