COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF) CASE NO. WEST SHELBY WATER DISTRICT) 2017-00210

ORDER

On May 22, 2017, 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 the Shelbyville Municipal Water & Sewer Commission ("Shelbyville") and the Louisville Water Company ("Louisville").
- 2. Louisville notified West Shelby that, effective July 1, 2017, its volumetric wholesale rate to West Shelby will increase from \$2.20 per 1,000 gallons to \$2.25 per 1,000 gallons, and the monthly service charge to West Shelby will increase from \$498.75 to \$513.00. West Shelby proposes to increase the water rates to its customers effective July 15, 2017, to reflect the increased cost of purchased water.
- West Shelby proposes a purchased water adjustment factor of \$0.05 per
 1,000 gallons.
- 4. During the 12 months ended April 30, 2017, West Shelby purchased 214,505,000 gallons of water from Louisville and 70,429,600 gallons of water from Shelbyville. During the same period, West Shelby sold 260,036,100 gallons of water.

¹ KRS 278.015; 807 KAR 5:068.

The increase in the cost of purchased water is \$10,896.25, resulting in a purchased water adjustment factor of \$0.05 per 1,000 gallons.

- 5. The purchased water adjustment factor 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 rates proposed in the application 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 West Shelby on and after July 15, 2017.

IT IS THEREFORE ORDERED that:

- 1. The purchased water adjustment factor of \$0.05 per 1,000 gallons is approved.
- 2. The rates as set forth in Appendix B to this Order are approved for water service rendered by West Shelby on and after July 15, 2017.
- 3. 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

ENTERED

JUN 1 4 2017

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2017-00210 DATED JUN 1 4 2017

| Louisvillo | New Rate | Base Rate |
|---|--|--|
| Louisville Purchases in gallons Volumetric rate | 214,505,000 \$ 2.25/1,000 \$482,636.25 | 214,505,000 \$2.20/1,000 \$ 471,911.00 |
| Monthly Meter Fee | 4 , | , , |
| | \$ 513.00 | \$ 498.75 |
| | <u>X 12</u> \$ 6,156.00 | <u>X 12</u> \$ 5,985.00 |
| Shelbyville | | |
| Purchases in gallons Volumetric rate | 70,429,600 No change | 70,429,600 No change |
| | | |

Increased water cost

\$10,896.25

| Increased water cost | \$ 10,896.25 |
|-----------------------------------|-----------------|
| Divided by gallons sold/1,000 | 260,036,100 |
| Purchased water adjustment factor | \$ 0.0419 |

or \$ 0.05 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2017-00210 DATED JUN 1 4 2017

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 Next Next Next All Over | 2,500 7,500 20,000 200,000 230,000 | gallons gallons gallons gallons gallons | \$ 17.98 5.36 5.04 4.63 4.22 | Minimum bill per 1,000 gallons per 1,000 gallons per 1,000 gallons per 1,000 gallons |
|---|--|---|--|--|
| 3/4-Inch Meter First Next Next Next All Over | 3,500 6,500 20,000 200,000 230,000 | gallons gallons gallons gallons gallons | \$ 23.33 5.36 5.04 4.63 4.22 | Minimum bill per 1,000 gallons per 1,000 gallons per 1,000 gallons per 1,000 gallons |
| 1-Inch Meter First Next Next Next Next All Over | 5,000 5,000 20,000 200,000 230,000 | gallons gallons gallons gallons gallons | \$ 31.36 5.36 5.04 4.63 4.22 | Minimum bill per 1,000 gallons per 1,000 gallons per 1,000 gallons per 1,000 gallons |
| 1 1/2-Inch Met First Next Next All Over | 10,000 20,000 200,000 230,000 | gallons gallons gallons gallons | \$ 58.15 5.04 4.63 4.22 | Minimum bill per 1,000 gallons per 1,000 gallons per 1,000 gallons |
| 2-Inch Meter First Next Next All Over | 16,000 14,000 200,000 230,000 | gallons gallons gallons gallons | \$ 88.37 5.04 4.63 4.22 | Minimum bill per 1,000 gallons per 1,000 gallons per 1,000 gallons |

| 3-Inch Meter First Next All Over | 30,000 200,000 230,000 | gallons gallons gallons | \$ 158.90 4.63 4.22 | Minimum bill per 1,000 gallons per 1,000 gallons |
|---|-------------------------------|-------------------------------|---------------------------|--|
| 4-Inch Meter First Next All Over | 50,000 180,000 230,000 | gallons gallons gallons | \$ 251.45 4.63 4.22 | Minimum bill per 1,000 gallons per 1,000 gallons |
| 6-Inch Meter First Next All Over | 100,000 130,000 230,000 | gallons gallons gallons | \$ 482.82 4.63 4.22 | Minimum bill per 1,000 gallons per 1,000 gallons |

*West Shelby Water District 7101 Shelbyville Road P. O. Box 39 Simpsonville, KY 40067

*Lisa M Didier West Shelby Water District 7101 Shelbyville Road P. O. Box 39 Simpsonville, KY 40067