COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF) CASE NO. NORTH NELSON WATER DISTRICT) 2017-00233

ORDER

On June 5, 2017, North Nelson Water District ("North Nelson") 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:

- North Nelson purchases water from Louisville Water Company ("Louisville Water"), and the city of Bardstown.
- 2. Louisville Water increased its monthly service charge to North Nelson from \$1,050.00 to \$1,080.00 per month, and its volumetric wholesale rate to North Nelson will increase from \$2.20 per 1,000 gallons to \$2.25 per 1,000 gallons effective July 1, 2017.² North Nelson proposes to increase the water rates to its customers effective July 1, 2017, to reflect the increased cost of purchased water.
- 3. North Nelson proposes a purchased water adjustment factor of \$0.05 per 1,000 gallons.
- 4. During the 12 months ended April 30, 2017, North Nelson purchased 198,453,000 gallons of water from Louisville Water and 91,088,000 from the city of

¹ KRS 278.015; 807 KAR 5:068.

² TFS 2017-00160 (Ky. PSC filed March 29, 2017); the tariff was accepted for filing by the Commission by letter dated June 19, 2017.

Bardstown. During the same period, North Nelson sold 254,041,000 gallons of water. The increase in the cost of purchased water is \$10,282.65, 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. North Nelson'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 by North Nelson on and after July 1, 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 North Nelson on and after July 1, 2017.
- 3. Within 20 days of the date of this Order, North Nelson 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 2 1 2017

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2017-00233 DATED JUN 2 1 2017

North Noloon Water	New Rate	Base Rate	
North Nelson Water Monthly Service Charge	\$1,080.00/month X 12	\$1,050.00/mor X 12	
	\$12,960.00	\$12,600.0	_
Purchases in gallons			
Louisville Water	198,453,000	198,453,00	0
Volumetric rate	\$2.25/1,000	\$2.20/1,00	0
	\$446,519.25	\$436,596.6	
Total	\$459,479.25	\$449,196.60	
	Increased water cost		\$10,282.65
Increased water cost	\$ 10,282.65		
Divided by gallons sold/1,000	<u>254,041,000</u>		
	\$ 0.0404		
Purchased water adjustment factor	or \$0.05 per	1,000 gallons	

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2017-00233 DATED JUN 2 1 2017

The following rates and charges are prescribed for the customers in the area served by North Nelson 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

First	2,000	Gallons	\$14.93	Minimum Bill
Next	3,000	Gallons	4.29	Per 1,000 Gallons
Next	5,000	Gallons	3.77	Per 1,000 Gallons
Over	10,000	Gallons	3.42	Per 1,000 Gallons
Truck Loadi	ng Stations		7.10	Per 1,000 Gallons

*North Nelson Water District 5555 Louisville Road P. O. Box 25 Cox's Creek, KY 40013

*Colin Cissell General Manager North Nelson Water District 5555 Louisville Road P. O. Box 25 Cox's Creek, KY 40013