

RECEIVED

NOTE: Ordinance Summary Attached

AUG 15 1994

PUBLIC SERVICE COMMISSION

ORDINANCE NO. 94-07-21

AN ORDINANCE ESTABLISHING A REVISED SCHEDULE OF RATES AND CHARGES FOR THE USE AND SERVICES OF THAT PORTION OF THE COMBINED AND CONSOLIDATED MUNICIPAL WATERWORKS AND SEWER SYSTEM OF THE CITY OF SHELBYVILLE, KENTUCKY, FURNISHING SAID SERVICES.

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 City of Shelbyville desires that the Municipal Waterworks and Sewer System receive a return on investment for the provision of these services from those customers located outside the City of Shelbyville; and

WHEREAS, the last water rates were last revised in 1981, and the sewer service charges were last revised in 1983, with expansion of both plant facilities and major infrastructure improvements occurring in the interim years; and

WHEREAS, the USEPA as well as the Kentucky Department of 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 rates and charges for the use and services of the portion of said combined and consolidated Municipal Waterworks and Sewer System furnishing such services:

PUBLIC SERVICE COMMISSION OF KENTUCKY EFFECTIVE

SEP 02 1994

PURSUANT TO 807 KAR 5:011, SECTION 9 (1)

BY: Jordan C. Neal FOR THE PUBLIC SERVICE COMMISSION

NOW, THEREFORE, be it ordained by the City of Shelbyville, Kentucky, that Ordinance No. 81-04-07, Ordinance No. 83-04-01, and Ordinance No. 88-03-02, as relating to the pertinent water and sewer rates and charges are hereby amended as follows:

Section 1. That from and after the effective date of this ordinance there shall be and there is hereby established a revised schedule of rates and charges for the use and services of the portion of said combined and consolidated Municipal Waterworks and Sewer System furnishing water services as follows:

MONTHLY WATER RATES AND CHARGES

~~(1) Domestic, Commercial and Industrial~~

	<u>Effective</u>	<u>Effective</u>
	<u>July 1, 1981*</u>	<u>July 1, 1982**</u>
First 1,000 gal. used per month	\$3.50 (Minimum)	\$3.75 (Minimum)
Next 9,000 gal. used per month	1.40 per 1,000 gal.	1.60 per 1,000 gal.
Next 15,000 gal. used per month	1.20 per 1,000 gal.	1.50 per 1,000 gal.
Next 25,000 gal. used per month	1.10 per 1,000 gal.	1.40 per 1,000 gal.
Next 50,000 gal. used per month	1.05 per 1,000 gal.	1.30 per 1,000 gal.
All Over 100,000 gal. used per month	1.00 per 1,000 gal.	1.20 per 1,000 gal.

* In effect in 1994
 ** Never Implemented

~~Minimum Monthly Charge (for 1,000 gal. per month or less)~~

5/8 or 3/4 inch meter	\$ 3.75
1 inch meter	4.50
1 1/4 or 1 1/2 inch meter	5.25
2 inch meter	7.25
3 inch meter	13.00
4 inch meter	20.00
6 inch meter	35.00

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MONTHLY WATER RATES AND CHARGES

The Monthly Water Rates and Charges Are:

(First 1,000 gallon with 5/8" meter)

PURSUANT TO 807 KAR 5.011,
 SECTION 9(1)
 BY: *Jordan C. [Signature]*
 FOR THE PUBLIC SERVICE COMMISSION

(1) For Customers who are both within the city limits of Shelbyville, Kentucky, and within the city water service area:

<u>First</u>	<u>1,000 gallons used per month</u>	<u>\$3.50 (Minimum)</u>
<u>Next</u>	<u>9,000 gallons used per month</u>	<u>1.40 per 1,000 gal.</u>
<u>Next</u>	<u>15,000 gallons used per month</u>	<u>1.20 per 1,000 gal.</u>
<u>All over</u>	<u>25,000 gallons used per month</u>	<u>1.15 per 1,000 gal.</u>

~~(2) That area outside the corporate limits extending south and east of the city and being served by the water mains~~

~~constructed in 1978 and additions thereto the monthly water rates and charges shall be as follows:~~

~~Domestic, Commercial, and Industrial~~

First	1,000 gal. used per month	\$5.38 (Minimum)
Next	9,000 gal. used per month	2.15 per 1,000 gal.
Next	15,000 gal. used per month	1.72 per 1,000 gal.
Next	25,000 gal. used per month	1.51 per 1,000 gal.
Next	50,000 gal. used per month	1.40 per 1,000 gal.
All over	100,000 gal. used per month	1.25 per 1,000 gal.

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~~Minimum Monthly Charge (for 1,000 gal. per month or less)~~

SEP 02 1994

5/8 or 3/4 inch meter	\$5.38
1 inch meter	6.31
1 1/4 or 1 1/2 inch meter	7.84
2 inch meter	10.77

PURSUANT TO 807 KAR 5011,
SECTION 9(1)

BY: *Jordan*
FOR THE PUBLIC SERVICE COMMISSION

(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 (Finchville rate area), and within the city water service area:

<u>First</u>	<u>1,000 gallons used per month</u>	<u>\$5.38 (Minimum)</u>
<u>Next</u>	<u>9,000 gallons used per month</u>	<u>2.15 per 1,000 gal.</u>
<u>Next</u>	<u>15,000 gallons used per month</u>	<u>1.72 per 1,000 gal.</u>
<u>All over</u>	<u>25,000 gallons used per month</u>	<u>1.51 per 1,000 gal.</u>

- ~~(3) Commercial Haulers -- \$1.75 per 1,000 gallons except in area (2) above where the charge shall be \$2.50 per 1,000 gallons.~~
- ~~(4) Federal Housing Project--\$1.30 per 1,000 gallons.~~

(3) For Customers who are outside city limits but not in Finchville rate area, and within the city water service area:

<u>First</u>	<u>1,000 gallons used per month</u>	<u>\$4.03 (Minimum)</u>
<u>Next</u>	<u>9,000 gallons used per month</u>	<u>1.61 per 1,000 gal.</u>
<u>Next</u>	<u>15,000 gallons used per month</u>	<u>1.38 per 1,000 gal.</u>
<u>All over</u>	<u>25,000 gallons used per month</u>	<u>1.32 per 1,000 gal.</u>

Minimum monthly charge for meters larger than 5/8", and 1,000 gallons or less used each month:

<u>Meter Size</u>	<u>Inside City</u>	<u>Outside City</u>	<u>Finchville</u>
<u>1"</u>	<u>\$ 4.90</u>	<u>\$ 5.64</u>	<u>\$ 7.53</u>
<u>1 1/2"</u>	<u>6.30</u>	<u>7.25</u>	<u>9.68</u>
<u>2"</u>	<u>10.15</u>	<u>11.69</u>	<u>15.60</u>
<u>3"</u>	<u>38.50</u>	<u>44.33</u>	<u>59.18</u>
<u>4"</u>	<u>49.00</u>	<u>56.42</u>	<u>75.32</u>
<u>6"</u>	<u>73.50</u>	<u>84.63</u>	<u>_____</u>

(4) Commercial Haulers:

- A. Inside City: \$1.75 per 1,000 gal.
- B. Other areas: 2.50 per 1,000 gal.

~~(5) West Shelby Water District~~
~~July 1, 1981 \$1.00 per 1,000 Gallons~~
~~July 1, 1982 \$1.20 per 1,000 Gallons*~~

~~(6) North Shelby Water District~~

~~July 1, 1981 \$1.00 per 1,000 Gallons~~
~~July 1, 1982 \$1.20 per 1,000 Gallons*~~
 * Never Implemented

(5) Water Districts:

- A. West Shelby Water District: \$1.15 per 1,000 gal.
- B. North Shelby Water Company: 1.15 per 1,000 gal.
- C. Quantities over the respective contract limits shall be charged the contract rate plus: 0.84 per 1,000 gal.*

[*Surcharge is not increased from Ordinance No. 90-07-06B]

~~(7) Fire Protection~~

~~Fire protection provided by fire hydrants outside the city limits of Shelbyville shall be provided at the rate of \$7.50 per month for each hydrant where installation is requested.~~

~~For subdivisions, fire protection shall be charged for once the system is dedicated to the city in accordance with the following formula:~~

$$\frac{\text{(Number of Hydrants)} \times 7.50 \text{ per month}}{\text{(Number of Lots served)}} = \text{Rate}$$

~~Fire protection for each lot shall be paid by the developer from installation and dedication until the lot is sold. Once the lot is sold and a meter installed, the individual land owner will be responsible for the fire protection charge for the individual lot. Rates for the subdivision will be computed January 1 and July 1 of each year.~~

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PURSUANT TO 807 KAR 8:011,
SECTION 9 (1)

BY: [Signature]
FOR THE PUBLIC SERVICE COMMISSION

(6) Fire Protection:

Fire protection provided by public fire hydrants outside the city limits of Shelbyville shall be provided at the rate of \$1.00 per month for each customer within 1,000 feet of a hydrant.

Fire protection provided by private fire hydrants outside the city limits of Shelbyville shall be charged at the rate of \$7.50 per month per hydrant.

Fire protection provided by sprinkler system shall be charged at the rate of \$0.0004 per square foot per month of building sprinkled.

SECTION 2.

Be it further ordained that the ordinance pertaining to sewer service rates enacted April 1, 1983 is hereby amended as follows:

SECTION 2 - SEWER RATES

~~2.1 The following schedule of rates shall apply to each user of the sewage treatment system. This schedule includes rates for user charges and rates for debt service charges, each based on the volume of metered or estimated water consumption.~~

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SEWER RATE SCHEDULE

SEP 02 1994

Based on Water Consumption

PURSUANT TO 807 KAR 5011,
SECTION 9 (1)

<u>Water Consumption</u>	<u>Rate Per Month</u>		
	<u>User Charge</u>	<u>Debt Service</u>	<u>Combined</u>
First 1,000 Gals./Mo.	2.10	2.40	4.50 Minimum
Next 9,000 Gals./Mo.	.91	.89	1.80 per 1,000 gal.
Next 15,000 Gals./Mo.	.91	.74	1.65 per 1,000 gal.
Next 25,000 Gals./Mo.	.91	.64	1.55 per 1,000 gal.
Next 50,000 Gals./Mo.	.91	.54	1.45 per 1,000 gal.
Over 100,000 Gals./Mo.	.91	.44	1.35 per 1,000 gal.

BY [Signature]
FOR THE PUBLIC SERVICE COMMISSION

~~2.2 Sewer rates provided in paragraph 2.1 are based on the underlying assumption that 90 percent of all metered water consumption is eventually returned to the sewage treatment system. Where it can be evidenced that the proportion of metered water consumption actually returned to the treatment system by an individual customer is significantly different from 90 percent, service charges shall be determined on the basis of measured or estimated wastewater discharge. In this event, service charges shall be computed by applying rates as shown in paragraph 2.1 plus 11 percent. The city reserves the right to determine by whatever means and methods it may find practicable, the amount of water~~

~~consumption and/or wastewater discharge that shall be used to compute sewer service charges.~~

~~2.3 In the event that the Commission shall permit a user to discharge wastes to the sewage works having an average biochemical oxygen demand (BOD) content in excess of 250 mg/l, and/or an average suspended solids (SS) content in excess of 250 mg/l, the user shall pay a surcharge based upon the excess strength of its wastes.~~

~~2.4 The following surcharge rates shall apply to each user of the sewage works that has received permission from the Commission to contribute excessive strength sewage.~~

<u>SURCHARGE RATES</u>	
BOD	\$.121 per pound
SS	.121 per pound
NH ³ -N	.483 per pound

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MONTHLY SEWER RATES AND CHARGES

PURSUANT TO 807 KAR 5:011,
SECTION 9 (1)

The monthly sewer rates and charges are as follows:

BY: *Jordan*
FOR THE PUBLIC SERVICE COMMISSION

(1) Within the city limits of Shelbyville, Kentucky, and within the city sewer service area, except for HiPoint Shopping Center, which has an additional surcharge of \$.25 for use of Sanitation District No. 1 lines:

<u>First</u>	<u>1,000 gallons used per month</u>	<u>\$4.50 (Minimum)</u>
<u>Next</u>	<u>9,000 gallons used per month</u>	<u>1.80 per 1,000 gal.</u>
<u>Next</u>	<u>15,000 gallons used per month</u>	<u>1.65 per 1,000 gal.</u>
<u>All Over</u>	<u>25,000 gallons used per month</u>	<u>1.55 per 1,000 gal.</u>

The rates in (1) above are comprised as follows:

	<u>User Charge</u> Per 1,000 gal.	<u>Debt Service</u> Per 1,000 gal.	<u>Sewer</u> <u>Service Charge</u>
<u>First 1,000 gal.</u>	<u>\$2.75</u>	<u>\$1.75</u>	<u>\$4.50</u>
<u>Next 9,000 gal.</u>	<u>1.07</u>	<u>0.73</u>	<u>1.80</u>
<u>Next 15,000 gal.</u>	<u>1.07</u>	<u>0.58</u>	<u>1.65</u>
<u>All Over 25,000 gal.</u>	<u>1.07</u>	<u>0.48</u>	<u>1.55</u>

(2) Outside the city limits of Shelbyville, Kentucky, but within the city sewer service area, excluding area of Sanitation District No. 1:

<u>First</u>	<u>1,000 gallons used per month</u>	<u>\$5.18 (Minimum)</u>
<u>Next</u>	<u>9,000 gallons used per month</u>	<u>2.07 per 1,000 gal.</u>
<u>Next</u>	<u>15,000 gallons used per month</u>	<u>1.90 per 1,000 gal.</u>
<u>All Over</u>	<u>25,000 gallons used per month</u>	<u>1.78 per 1,000 gal.</u>

The rates in (2) above are comprised as follows:

	<u>User Charges</u> <u>Per 1,000 gal.</u>	<u>Debt Service & Return on</u> <u>Investment</u> <u>Per 1,000 gal.</u>	<u>Total Charges</u>
<u>First 1,000 gal.</u>	<u>\$2.75</u>	<u>\$2.43</u>	<u>\$5.18</u>
<u>Next 9,000 gal.</u>	<u>1.07</u>	<u>1.00</u>	<u>2.07</u>
<u>Next 15,000 gal.</u>	<u>1.07</u>	<u>0.83</u>	<u>1.90</u>
<u>All Over 25,000 gal.</u>	<u>1.07</u>	<u>0.71</u>	<u>1.78</u>

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

<u>Parameter</u>	<u>Allowable Concentration</u>	<u>Charge Per Pound In Excess Above Allowable</u>	
<u>BOD</u>	<u>250 mg/l</u>	<u>\$0.13</u>	PUBLIC SERVICE COMMISSION OF KENTUCKY EFFECTIVE
<u>TSS</u>	<u>250 mg/l</u>	<u>0.13</u>	
<u>NH(3)-N</u>	<u>25 mg/l</u>	<u>0.51</u>	

SECTION 3:

Be it further ordained by the City of Shelbyville, Kentucky, that Ordinance No. 88-03-02 enacted on March 29, 1989, and pertaining to System Development Charges for new water service is hereby amended as follows:

SEP 02 1994
PURSUANT TO ORDINANCE NO. 90-011,
SECTION 9(1)
BY: *Jordan*
FOR THE PUBLIC SERVICE COMMISSION

A. 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 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 the system buy-in-method. This method is based on the premise that new customers are entitled to water services at the same prices 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 system through payment of water 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.

B. Definitions

Commission: The Shelbyville Water and Sewer Commission

SDC: System Development Charge is defined as the charge for a new meter 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.

C. Method of establishing the System Development Charges

The system buy-in method utilizes the calculations of existing customers' equity based on:

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

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

D. System Development Charges

The following charges are hereby adopted for new connection to the Water and Sewer System of the Shelbyville Municipal Water and Sewer Commission.

SEWER SYSTEM

- 1. Residential (Single family or duplex)

Inside city	\$400.00
Outside city	\$490.00

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- 2. Apartments (per unit)

Inside city	\$200.00
Outside city	\$245.00

SEP 02 1994

- 3. Industrial/Commercial/Other

Inside city	\$ 94.00/1000 gal
Outside city	\$115.00/1000 gal. mon.

PURSUANT TO 807 KAR 5:011,
SECTION 9 (1)

BY: Jordan C. Paul
FOR THE PUBLIC SERVICE COMMISSION

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 Water and Sewer Commission pursuant to § 52.106 of the Shelbyville Code of Ordinances.

WATER SYSTEM

1. Residential (Single family or duplex)

Inside city	\$140.00
Outside city	\$180.00

2. Apartments (per unit)

Inside city	\$70.00
Outside city	\$90.00

3. Industrial/Commercial/Other

Inside city (90% SDC)	\$22.20/1000 gal. mon.
Outside city (110% SDC)	\$27.20/1000 gal. mon.

4. Water Districts shall be required to pay a System Development Charge at the time of contract renegotiations and shall apply towards the increase in Contract amount of water purchased.

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

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	\$250.00*	<u>\$315.00</u>
5/8" Meter outside city	\$300.00**	<u>\$390.00</u>
1" Meter inside city	\$350.00*	<u>\$415.00</u>
1" Meter outside city	\$400.00**	<u>\$490.00</u>

*Same as in 1981
 **Increased in 1989

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 watermain. Installation of water meters at the property line which exceeds 60 feet from the watermain 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 watermain, 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%.

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PURSUANT TO 807 KAR 8.011,
 SECTION 9 (1)

BY: Jordan B. Neel
 FOR THE PUBLIC SERVICE COMMISSION

E. Payment of Charges

1. No person shall begin construction on a development, and no building permit or occupancy permit shall be issued until all fees and/or charges have been paid and applicable permits obtained.

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 of each calendar year and no later than the 15th of January, the fee shall be reviewed by the Commission and adjusted as necessary with approval of the 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.

6. Revenue collected from the System Development Charge shall be deposited in a special account known as "Water/Wastewater Facilities Expansion Account." PUBLIC SERVICE COMMISSION OF KENTUCKY EFFECTIVE

Section 4.

GENERAL REQUIREMENT FOR SEWER SERVICE CHARGES SEP 02 1994

1. Sewer service charges shall be charges levied on 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. PURSUANT TO KRS 5.011, SECTION 4.1

2. 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.

3. 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.

4. Excessive strength surcharges shall mean charges levied on users of the sewage treatment system whose contributions contain conventional pollutants in concentrations which exceed 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 wastes to the sewage works having an average biochemical oxygen demand (BOD5) in excess of 250mg/l, and/or an average suspended solids (TSS) content in excess of 250 mg/l, and /or an average ammonia nitrogen (NH3-N) content in excess of 25 mg/l, the user shall pay a surcharge based upon the excess strength of its wastes.

5. 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.

6. 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/l of BOD5, 250 mg/l of TSS, or 25 mg/l of NH3-N.

7. The Commission shall review not less often 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:

A. Maintain the proportionate distribution of operations and maintenance costs among users of the treatment system.

B. Generate sufficient revenues to offset the costs associated with the proper operation and maintenance of the system.

C. Generate sufficient revenues to support the annual debt service of the system.

D. Review excessive strength surcharges every 2 years.

SECTION 5.

AMENDMENTS

This ordinance shall be amended, as necessary, ^{PUBLIC SERVICE COMMISSION} ~~to comply with~~ ^{OF KENTUCKY} Federal Regulations. _{EFFECTIVE}

Section 6.

VALIDITY

SEP 02 1994

All ordinances or parts of ordinances in ^{PURSUANT TO KRS 192.014,} ~~effect~~ are hereby repealed. _{SECTION 9 (1)}

The invalidity of any section, clause, ^{BY: Jordan C. Neal} ~~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.

SECTION 7.

ORDINANCE IN FORCE

This ordinance becomes effective immediately upon its adoption, approval, and publication as provided by law. The meter setting fees for new water connections shall become effective on August 1, 1994. The water and sewer rates set forth herein shall become effective for services provided after the August meter reading period, and will be reflected on the October, 1994 Bill.

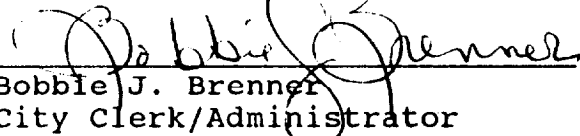
Publication of this Ordinance shall be satisfied by publication in summary.

Introduced, seconded and given first reading at a duly convened meeting of the City Council of the City of Shelbyville, Kentucky, held on the 23rd day of June, 1994.

Introduced, seconded and given a second reading and enacted at a duly convened meeting of the City Council of the City of Shelbyville, Kentucky, held on the 21 day of July, 1994.


Neil S. Hackworth, Mayor

ATTEST:

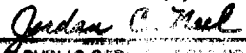

Bobbie J. Brenner
City Clerk/Administrator

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SEP 02 1994

PURSUANT TO 807 KAR 5.011,
SECTION 9(1)

BY: 
FOR THE PUBLIC SERVICE COMMISSION

NOTICE OF PASSAGE AND SUMMARY OF ORDINANCE ORDINANCE NO. 94-07-21

I. TITLE

AN ORDINANCE ESTABLISHING A REVISED SCHEDULE OF RATES AND CHARGES FOR THE USE AND SERVICES OF THAT PORTION OF THE COMBINED AND CONSOLIDATED MUNICIPAL WATERWORKS AND SEWER SYSTEM OF THE CITY OF SHELBYVILLE, KENTUCKY, FURNISHING SAID SERVICES.

As required by Chapter 83A of the Kentucky Revised Statutes and other applicable law, I hereby certify that Ordinance No. 94-07-05 was enacted by the City of Shelbyville, Kentucky, on July 5, 1994. It is further certified that the following is a summary of the provisions of said ordinance which was prepared by the undersigned, a duly licensed practicing attorney in the Commonwealth of Kentucky.

II. SUMMARY

1. The ordinance amends the water rates for water service within the city by eliminating the declining rates for high volume usage over 25,000 gallons per month. High volume users shall pay the same rate for all usage over 25,000 gallons per month.

Monthly Water Rates with 5/8" Meter

The following water rates within the city have not been changed:

First	1,000 gallons used per month	\$3.50 (Minimum)
Next	9,000 gallons used per month	1.40 per 1,000 gal.
Next	15,000 gallons used per month	1.20 per 1,000 gal.

The following water rate within the city has been changed:

All over	25,000 gallons used per month	1.15 per 1,000 gal.
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2. For the area extending south of I-64, then east and west and being served by the water mains constructed in 1978 and additions thereto (the Finchville rate area), the ordinance eliminates the declining rates for high volume users over 50,000 gallons per month. The rates, which have not been otherwise changed, are as follows:

First	1,000 gallons used per month	\$5.38 (Minimum)
Next	9,000 gallons used per month	2.15 per 1,000 gal.
Next	15,000 gallons used per month	1.72 per 1,000 gal.
All over	25,000 gallons used per month	1.51 per 1,000 gal.

3. For the city's water service area which is outside the city limits but not in the Finchville rate area, the ordinance adopts the following rates:

First	1,000 gallons used per month	\$4.03 (Minimum)
Next	9,000 gallons used per month	1.61 per 1,000 gal.
Next	15,000 gallons used per month	1.38 per 1,000 gal.
All over	25,000 gallons used per month	1.32 per 1,000 gal.

4. The ordinance establishes the following minimum monthly rates for meters larger than 5/8 of an inch, and charges per 1,000 gallons or less of water used each month:

Meter Size	Inside City	Outside City	Finchville
1"	\$4.90	\$5.64	\$7.53
1 1/2"	6.30	7.25	9.68
2"	10.15	11.69	15.60
3"	38.50	44.33	59.18
4"	49.00	56.42	75.32
6"	73.50	84.63	

5. The existing rates for commercial water haulers are reaffirmed as follows:

- A. Inside City: \$1.75 per 1,000 gal.
- B. Other Areas: 2.50 per 1,000 gal.

6. The water rates for water districts are as follows:

- A. West Shelby Water District: \$1.15 per 1,000 gal.
- B. North Shelby Water Company: 1.15 per 1,000 gal.
- C. Quantities over the respective contract limits shall be charged the contract rate plus: 0.84 per 1,000 gal.

7. The ordinance amends the rates for fire protection as follows: Customers outside the city limits who reside within 1,000 feet of a public fire hydrant shall pay a monthly fee of \$1.00. Customers with private fire hydrants outside the city limits shall be charged \$7.50 per month per hydrant. Customers with sprinkler systems shall be charged \$0.0004 per square foot per month of building area.

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