Ernie Fletcher Governor

LaJuana S. Wilcher, Secretary Environmental and Public Protection Cabinet

Christopher L. Lilly Commissioner Department of Public Protection

Wanda H. Land Co-Manager West Shelby Water District P. O. Box 39 7101 Shelbyville Road Simpsonville, KY 40067



Commonwealth of Kentucky
Public Service Commission

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April 28, 2006

Mark David Goss Chairman

> Teresa J. Hill Vice Chairman

Gregory Coker Commissioner

CERTIFICATE OF SERVICE

RE: Case No. 2006-00151 West Shelby Water District

I, Beth O'Donnell, Executive Director of the Public Service Commission, hereby certify that the enclosed attested copy of the Commission's Order in the above case was served upon the addressee by U.S. Mail on April 28, 2006.

Executive Director

BOD/sh Enclosure



COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT) CASE NO. OF WEST SHELBY WATER DISTRICT) 2006-00151

ORDER

On April 5, 2006, West Shelby Water District ("West Shelby") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068.

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

- 1. West Shelby purchases water from the Louisville Water Company ("Louisville Water") and Shelbyville Municipal Water and Sewer Commission.
- 2. Louisville Water notified West Shelby that, effective May 1, 2006, Louisville Water's wholesale water rate to West Shelby would increase from \$1.56 per 1,000 gallons, with a monthly surcharge of \$240.35, to \$1.63 per 1,000 gallons, with a monthly surcharge of \$252.23.
- 3. During the 12 months ending March 31, 2006, West Shelby purchased 200,510,000 gallons of water from Louisville Water and sold 255,047,900 gallons. The increase in the cost of purchased water is \$14,178, resulting in a purchased water adjustment of \$0.06 per 1,000 gallons.
- 4. The purchased water adjustment of \$0.06 per 1,000 gallons is fair, just, and reasonable and should be approved.

5. West Shelby misapplied the purchased water adjustment to the minimum bills in its proposed rate schedule.

IT IS THEREFORE ORDERED that:

- 1. The purchased water adjustment of \$0.06 per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services rendered on and after May 1, 2006.
- 2. Within 20 days of the date of this Order, West Shelby shall file with the Commission revised tariff sheets showing the rates approved herein.

Done at Frankfort, Kentucky, this 28th day of April, 2006.

By the Commission

Decitive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2006-00151 DATED April 28, 2006.

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

		Monthly vvaler Rates		
5/8" Meter:				
First	2,500 gallons	\$13.53 Minimum Bill		
Next	7,500 gallons	4.78 per 1,000 gallons		
Next	20,000 gallons	4.15 per 1,000 gallons		
Next	200,000 gallons	3.65 per 1,000 gallons		
Over	230,000 gallons	3.29 per 1,000 gallons		
<u>3/4" Meter</u> :				
First	3,500 gallons	\$18.30 Minimum Bill		
Next	6,500 gallons	4.78 per 1,000 gallons		
Next	20,000 gallons	4.15 per 1,000 gallons		
Next	200,000 gallons	3.65 per 1,000 gallons		
Over	230,000 gallons	3.29 per 1,000 gallons		
1" Meter:				
First	5,000 gallons	\$25.46 Minimum Bill		
Next	5,000 gallons	4.78 per 1,000 gallons		
Next	20,000 gallons	4.15 per 1,000 gallons		
Next	200,000 gallons	3.65 per 1,000 gallons		
Over	230,000 gallons	3.29 per 1,000 gallons		
1 1/2" Meter:				
First	10,000 gallons	\$49,35 Minimum Bill		
Next	20,000 gallons	4.15 per 1,000 gallons		
Next	200,000 gallons	3.65 per 1,000 gallons		
Over	230,000 gallons	3.29 per 1,000 gallons		
2" Meter:				
First	16,000 gallons	\$74.24 Minimum Bill		
Next	14,000 gallons	4.15 per 1,000 gallons		
Next	200,000 gallons	3.65 per 1,000 gallons		
Over	230,000 gallons	3.29 per 1,000 gallons		

3" Meter: First Next Over	30,000 gallons 200,000 gallons 230,000 gallons	\$132.31 Minimum Bill 3.65 per 1,000 gallons 3.29 per 1,000 gallons
4" Meter: First Next Over	50,000 gallons 180,000 gallons 230,000 gallons	\$205.27 Minimum Bill 3.65 per 1,000 gallons 3.29 per 1,000 gallons
6" Meter: First Next Over	100,000 gallons 130,000 gallons 230,000 gallons	\$387.67 Minimum Bill 3.65 per 1,000 gallons 3.29 per 1,000 gallons