

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF)	CASE NO.
NORTH SHELBY WATER DISTRICT)	2018-00175

ORDER

On June 1, 2018, North Shelby Water District (“North 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. North Shelby purchases water from the Louisville Water Company (“Louisville”), Frankfort Electric and Water Plant Board (“Frankfort”), West Shelby Water District, and Shelbyville Municipal Water System (“Shelbyville”).

2. Louisville notified North Shelby that its wholesale volumetric water rate would increase from \$1.88 per 1,000 gallons to \$1.93 per 1,000 gallons and its monthly service charge would increase from \$1,026.00 per month to \$1,062.10 per month effective July 1, 2018.² North Shelby proposes to increase the water rates to its customers effective July 1, 2018, to reflect the increased cost of purchased water from Louisville.

¹ KRS 278.015; 807 KAR 5:068.

² TFS 2018-00122 (Ky. PSC filed Mar. 29, 2018); the tariff was accepted for filing by the Commission by letter dated June 11, 2018.

3. North Shelby proposed a purchased water adjustment factor of \$0.04 per 1,000 gallons in its application.

4. During the 12 months ended April 30, 2018, North Shelby purchased 259,282,000 gallons of water from Louisville, 104,293,300 gallons of water from Shelbyville, and 69,853,000 gallons of water from Frankfort. During the same period, North Shelby sold 374,968,700 gallons of water. The increase in the cost of purchased water is \$13,397.30, resulting in a purchased water adjustment factor of \$0.04 per 1,000 gallons.

5. The purchased water adjustment factor of \$0.04 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just and reasonable, and should be approved.

6. North Shelby's proposed rates 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 North Shelby on and after July 1, 2018.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment factor of \$0.04 per 1,000 gallons is approved.

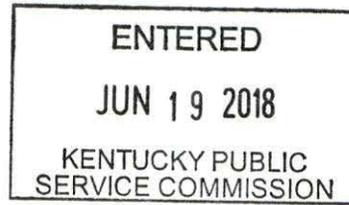
2. The rates proposed by North Shelby are approved.

3. The rates as set forth in Appendix B to this Order are approved for water service rendered by North Shelby on and after July 1, 2018.

4. Within 20 days of the date of entry 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.

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By the Commission



ATTEST:


Executive Director

Case No. 2018-00175

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2018-00175 DATED **JUN 19 2018**

	New Rate	Base Rate
Louisville		
Purchases in gallons	259,282,000	259,282,000
Wholesale rate	<u>\$ 1.93/1,000</u>	<u>\$ 1.88/1,000</u>
Sub-Total	\$500,414.26	\$487,450.16
Months	12	12
Monthly Service Charge	<u>\$1,062.10/Month</u>	<u>\$1,026.00/Month</u>
Sub-Total	\$12,745.20	\$12,312.00
Shelbyville		
Purchases in gallons	104,293,300	104,293,300
Wholesale rate	<u>NO CHANGE</u>	<u>NO CHANGE</u>
Frankfort		
Purchases in gallons	69,853,000	69,853,000
Wholesale rate	<u>NO CHANGE</u>	<u>NO CHANGE</u>
Sub-Total		
Total	\$513,159.46	\$499,762.16
Increased water cost		\$ 13,397.30
Increased water cost		\$ 13,397.30
Divided by gallons sold/1,000		<u>374,968,700</u>
Purchased water adjustment factor		\$ 0.0357 per 1,000 Gallons
		or \$ 0.04 per 1,000 Gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2018-00175 DATED **JUN 19 2018**

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 the 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	\$ 22.46 Minimum Bill
Next	3,000 Gallons	7.53 per 1,000 Gallons
Next	5,000 Gallons	6.15 per 1,000 Gallons
Next	40,000 Gallons	5.46 per 1,000 Gallons
Over	50,000 Gallons	4.78 per 1,000 Gallons

1-Inch Meter

First	5,000 Gallons	\$ 45.05 Minimum Bill
Next	5,000 Gallons	6.15 per 1,000 Gallons
Next	40,000 Gallons	5.46 per 1,000 Gallons
Over	50,000 Gallons	4.78 per 1,000 Gallons

1 1/2-Inch Meter

First	10,000 Gallons	\$ 75.80 Minimum Bill
Next	40,000 Gallons	5.46 per 1,000 Gallons
Over	50,000 Gallons	4.78 per 1,000 Gallons

2-Inch Meter

First	15,000 Gallons	\$103.10 Minimum Bill
Next	35,000 Gallons	5.46 per 1,000 Gallons
Over	50,000 Gallons	4.78 per 1,000 Gallons

3-Inch Meter

First	35,000 Gallons	\$212.30 Minimum Bill
Next	15,000 Gallons	5.46 per 1,000 Gallons
Over	50,000 Gallons	4.78 per 1,000 Gallons

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