

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF )  
NORTH SHELBY WATER COMPANY ) CASE NO. 97-282

O R D E R

On June 20, 1997, North Shelby Water Company ("North Shelby") filed its application with the Public Service Commission ("Commission") for the purpose of adjusting its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068.

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

1. North Shelby purchases water from the Frankfort Electric and Water Plant Board ("Frankfort").
2. Effective July 1, 1997, Frankfort increased its rates for wholesale water from \$1.08 per 1,000 gallons to \$1.25 per 1,000 gallons.
3. North Shelby proposed to increase the rates to its customers effective July 20, 1997.
4. During the 12 months ending May 31, 1997, North Shelby purchased 144,827,700 gallons of water and sold 292,595,410 gallons.
5. North Shelby's calculations are correct and show an increase in purchased water cost of \$24,620.71, resulting in a purchased water adjustment of 8 cents per 1,000

gallons. Based on an average monthly usage of 5,000 gallons, monthly bills to North Shelby's customers will increase 40 cents from \$23.59 to \$23.99, or 1.6 percent.

6. The purchased water adjustment of 8 cents per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

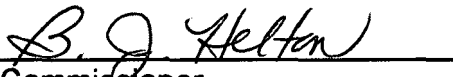
1. The purchased water adjustment of 8 cents per 1,000 gallons and the rates in Appendix A are approved for services rendered on and after July 20, 1997.
2. North Shelby's proposed tariff is approved.
3. Within 30 days of the date of this Order, North Shelby shall file verification that the notice to its customers has been given.

Done at Frankfort, Kentucky, this 9th day of July, 1997.

PUBLIC SERVICE COMMISSION

  
Chairman

  
Vice Chairman

  
Commissioner

ATTEST:

  
Executive Director

## APPENDIX A

### APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 97-282 DATED JULY 9, 1997.

The following rates and charges are prescribed for the customers in the area served by North Shelby Water Company. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

#### 5/8 x 3/4-Inch Meter

First	2,000	Gallons	\$10.94	(Minimum Charge)
Next	3,000	Gallons	4.35	Per 1,000 Gallons
Next	5,000	Gallons	3.23	Per 1,000 Gallons
Next	40,000	Gallons	2.67	Per 1,000 Gallons
Over	50,000	Gallons	2.11	Per 1,000 Gallons

#### 1-Inch Meter

First	5,000	Gallons	\$23.99	(Minimum Charge)
Next	5,000	Gallons	3.23	Per 1,000 Gallons
Next	40,000	Gallons	2.67	Per 1,000 Gallons
Over	50,000	Gallons	2.11	Per 1,000 Gallons

#### 1-1/2-Inch Meter

First	10,000	Gallons	\$40.14	(Minimum Charge)
Next	40,000	Gallons	2.67	Per 1,000 Gallons
Over	50,000	Gallons	2.11	Per 1,000 Gallons

#### 2-Inch Meter

First	15,000	Gallons	\$53.49	(Minimum Charge)
Next	35,000	Gallons	2.67	Per 1,000 Gallons
Over	50,000	Gallons	2.11	Per 1,000 Gallons

#### 3-Inch Meter

First	35,000	Gallons	\$106.89	(Minimum Charge)
Next	15,000	Gallons	2.67	Per 1,000 Gallons
Over	50,000	Gallons	2.11	Per 1,000 Gallons