COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
OF NORTH SHELBY WATER) CASE NO. 2004-00169
COMPANY)

ORDER

On July 30, 2004, North Shelby Water Company ("North Shelby") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.012 and 807 KAR 5:068.

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

- North Shelby purchases water from Louisville Water Company ("Louisville Water"), the city of Shelbyville, the Frankfort Plant Board, and West Shelby Water District.
- 2. Louisville Water notified North Shelby that, effective with Louisville Water's May 1, 2004 billing, North Shelby's wholesale water rate would increase from \$1.35 per 1,000 gallons to \$1.49 per 1,000 gallons. North Shelby proposes to increase the water rates to its customers effective with the date of this Order.
- 3. During the 12 months ending February 29, 2004, North Shelby purchased 210,242,000 gallons of water from Louisville Water, 19,768,200 gallons from the city of Shelbyville, 176,395,200 gallons from the Frankfort Plant Board, 49,800 gallons from West Shelby Water District, and it sold 343,385,800 gallons. The increase in the cost of

purchased water is \$29,433.88, resulting in a purchased water adjustment of \$0.09 per 1,000 gallons.

4. The purchased water adjustment of \$0.09 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

- 1. The proposed rates by North Shelby are approved.
- 2. The purchased water adjustment of \$0.09 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 the date of this Order.
- 3. Within 20 days of the date of this Order, North Shelby shall file with the Commission revised tariff sheets showing the rates approved herein.

Done at Frankfort, Kentucky, this 24th day of August, 2004.

By the Commission

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2004-00169 DATED AUGUST 24, 2004

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 the Commission prior to the effective date of this Order.

<u>5/8" X 3/4" Meter</u>			
First	2,000	gallons	\$11.34 Minimum Bill
Next	3,000	gallons	4.55 per 1,000 gallons
Next	5,000	gallons	3.43 per 1,000 gallons
Next	40,000	gallons	2.87 per 1,000 gallons
Over	50,000	gallons	2.31 per 1,000 gallons
1" Meter			
First	5,000	gallons	\$24.99 Minimum Bill
Next	5,000	gallons	3.43 per 1,000 gallons
Next	40,000	gallons	2.87 per 1,000 gallons
Over	50,000	gallons	2.31 per 1,000 gallons
<u>1 1/2" Meter</u>			
First	10,000	gallons	\$42.14 Minimum Bill
Next	40,000	gallons	2.87 per 1,000 gallons
Over	50,000	gallons	2.31 per 1,000 gallon
2" Meter			
First	15,000	gallons	\$56.49 Minimum Bill
Next	35,000	gallons	2.87 per 1,000 gallons
Over	50,000	gallons	2.31 per 1,000 gallons
3" Meter			
First	35,000	gallons	\$113.89 Minimum Bill
Next	15,000	gallons	2.87 per 1,000 gallons
Over	50,000	gallons	2.31 per 1,000 gallons