

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
FOR WEST SHELBY WATER DISTRICT) CASE NO. 2007-00129

O R D E R

On March 26, 2007, West Shelby Water District (“West Shelby Water”) 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 Water purchases water from the Louisville Water Company (“Louisville”) and Shelbyville Municipal Water (“Shelbyville”).
2. Louisville notified West Shelby Water that, effective with its May 1, 2007 billing, Louisville’s wholesale rate to West Shelby Water would increase from \$1.63 per 1,000 gallons to \$1.71 per 1,000 gallons. West Shelby Water proposes to increase the water rates to its customers effective May 1, 2007.
3. West Shelby Water’s purchased water adjustment application contained a mathematical error in the computation of the purchased water factor and the proposed rates.
4. During the 12 months ending January 31, 2007, West Shelby Water purchased 256,854,400 gallons of water, 181,314,000 gallons from Louisville and

75,540,000 gallons from Shelbyville, and sold 230,803,000 gallons. The increase in the cost of purchased water is \$14,698.92, resulting in a purchased water adjustment of \$0.06 per 1,000 gallons.

5. The purchased water adjustment of \$0.06 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. West Shelby Water's proposed rates are denied.
2. 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, 2007.
3. Within 20 days of the date of this Order, West Shelby Water shall file with the Commission revised tariff sheets showing the rates approved herein.

Done at Frankfort, Kentucky, this 11th day of April, 2007.

By the Commission

ATTEST:



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2007-000129 DATED April 11, 2007

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

5/8 Inch Meter

First	2,500	gallons	\$ 13.68	Minimum bill
Next	7,500	gallons	4.84	per 1,000 gallons
Next	20,000	gallons	4.21	per 1,000 gallons
Next	200,000	gallons	3.71	per 1,000 gallons
All Over	230,000	gallons	3.35	per 1,000 gallons

3/4 Inch Meter

First	3,500	gallons	\$ 18.51	Minimum bill
Next	6,500	gallons	4.84	per 1,000 gallons
Next	20,000	gallons	4.21	per 1,000 gallons
Next	200,000	gallons	3.71	per 1,000 gallons
All Over	230,000	gallons	3.35	per 1,000 gallons

1 Inch Meter

First	5,000	gallons	\$ 25.76	Minimum bill
Next	5,000	gallons	4.84	per 1,000 gallons
Next	20,000	gallons	4.21	per 1,000 gallons
Next	200,000	gallons	3.71	per 1,000 gallons
All Over	230,000	gallons	3.35	per 1,000 gallons

1 1/2 Inch Meter

First	10,000	gallons	\$ 49.95	Minimum bill
Next	20,000	gallons	4.21	per 1,000 gallons
Next	200,000	gallons	3.71	per 1,000 gallons
All Over	230,000	gallons	3.35	per 1,000 gallons

2 Inch Meter

First	16,000	gallons	\$ 75.20	Minimum bill
Next	14,000	gallons	4.21	per 1,000 gallons
Next	200,000	gallons	3.71	per 1,000 gallons
Over	230,000	gallons	3.35	per 1,000 gallons

3 Inch Meter

First	30,000	gallons	\$ 134.11	Minimum bill
Next	200,000	gallons	3.71	per 1,000 gallons
All Over	230,000	gallons	3.35	per 1,000 gallons

4 Inch Meter

First	50,000	gallons	\$ 208.27	Minimum bill
Next	180,000	gallons	3.71	per 1,000 gallons
All Over	230,000	gallons	3.35	per 1,000 gallons

6 Inch Meter

First	100,000	gallons	\$ 393.67	Minimum bill
Next	130,000	gallons	3.71	per 1,000 gallons
All Over	230,000	gallons	3.35	per 1,000 gallons