

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)	
FILING OF NORTH NELSON WATER)	CASE NO. 2013-00207
DISTRICT)	

ORDER

On May 28, 2013, North Nelson Water District ("North Nelson") tendered its application 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 Nelson purchases water from Louisville Water Company ("Louisville") and the city of Bardstown ("Bardstown").
2. On July 1, 2013, Louisville increased its wholesale water volumetric rate to North Nelson from \$1.99 per 1,000 gallons to \$2.05 per 1,000 gallons, and increased its service charge from \$774.00 monthly to \$848.00 monthly.²
3. North Nelson proposes to apply a purchased water adjustment factor of \$0.05 per 1,000 gallons to its rates.
4. North Nelson proposes to adjust its rates on July 1, 2013.

¹ KRS 278.015; 807 KAR 5:068.

² TFS No. 2013-00252 (Ky. PSC filed Apr. 15, 2013); Letter from Dennis B. Kirtley, Manager, Public Service Commission, to Barbara K. Dickens, General Counsel, Louisville Water Company (June 18, 2013).

5. During the 12 months ended April 30, 2013, North Nelson purchased 180,589,000 gallons of water from Louisville and 146,620,200 gallons of water from Bardstown. It sold 277,541,000 gallons of water during the same period.

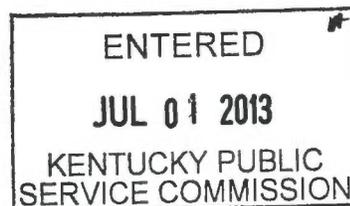
6. The purchased water adjustment factor of \$0.05 per 1,000 gallons, as calculated in Appendix A, is fair, just, and reasonable and should be approved

7. The rates set forth in Appendix B to this Order are fair, just, and reasonable and should be approved for water service that North Nelson renders on and after July 1, 2013.

IT IS THEREFORE ORDERED that:

1. North Nelson's proposed rates are approved.
2. The purchase water adjustment factor of \$0.05 per 1,000 gallons is approved.
3. The rates in Appendix B are approved for service that North Nelson renders on or after July 1, 2013.
4. North Nelson's proposed tariff sheet filed with the application is approved.

By the Commission



ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2013-00207 DATED **JUL 01 2013**

	New Rate	Base Rate
Louisville		
Purchases in gallons	180,589,000	180,589,000
Volumetric rate	<u>\$ 2.05/1,000 gallons</u>	<u>\$ 1.99/1,000 gallons</u>
	\$370,207.45	\$359,372.11
Service Charge rate	848.00/Month	774.00/Month
	<u>12 months</u>	<u>12 months</u>
	\$10,176.00	\$9,288.00
Total Costs	\$380,383.45	\$368,660.11
Bardstown		
Purchases in gallons	146,620,200	146,620,200
Volumetric rate	NO CHANGE	NO CHANGE
Increased water cost		\$11,723.34
Increased water cost		\$11,723.34
Divided by gallons sold/1,000		<u>277,541,000</u>
Purchased water adjustment factor		\$ 0.0422
		or \$ 0.05

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2013-00207 DATED **JUL 01 2013**

The following rates and charges are prescribed for the customers in the area served by North Nelson 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 Rates

First 2,000 gallons	\$14.21 Minimum Bill
Next 3,000 gallons	3.93 per 1,000 gallons
Next 5,000 gallons	3.41 per 1,000 gallons
Over 10,000 gallons	3.06 per 1,000 gallons
Truck Loading Stations	\$ 6.74 per 1,000 gallons

John R Robinson
Chairman
North Nelson Water District
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P. O. Box 25
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