

Case No. 2019-00189
137 Citizens Boulevard
P.O. Box 39
Simpsonville, KY 40067
Office (502) 722-8944
Fax (502) 722-0060

RECEIVED

June 1, 2019

JUN 06 2019

PUBLIC SERVICE
COMMISSION

Public Service Commission
Division of Rates and Tariffs
615 Sower Blvd.
P. O. Box 615
Frankfort, KY 40602

RE: Proposed Purchase Water Adjustment

To Whom It May Concern:

The West Shelby Water District respectfully requests that the Public Service Commission allow us to make an adjustment in our rates in accordance with 807 KAR 5:068, Purchased Water Adjustments for Water Districts.

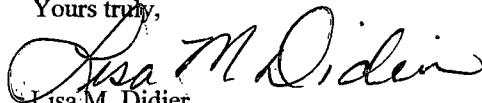
Our supplier, The Louisville Water Company (LWC), has informed the District that there will be an increase in their wholesale water rates, which will become effective July 1, 2019.

The following documents are enclosed:

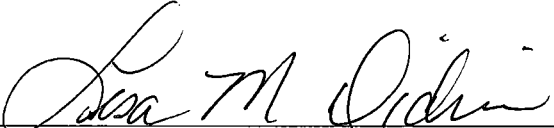

Exhibit A: PWA – Form 1
Exhibit B: Supplier's Notice of Changed Rate
Exhibit C: Statement of Water Purchases
Exhibit D: Statement of Water Sold
Exhibit E: Purchased Water Adjustment Calculations
Exhibit F: Current and Proposed Rates
Exhibit H: Resolution approving PWA

If you have any questions, please feel free to give me a call at 502-722-8944.

Yours truly,


Lisa M. Didier,
Office Manager

PURCHASED WATER ADJUSTMENT FOR WATER DISTRICTS AND WATER ASSOCIATIONS (807 KAR 5:068)			
RECEIVED			
JUN 06 2019			
PUBLIC SERVICE COMMISSION			
Name of Utility	West Shelby Water District		
Date	06-03-2019		
Address	137 Citizens Blvd / PO Box 39		
City, State, Zip	Simpsonville, KY	40067	
Telephone Number	502-722-8944		
Email Address	lisad@westshelbywater.org		
1.a. Name of all wholesale suppliers and the base (current) rate and changed rate of each. In the event the water purchased is billed by the supplier on a rate that is not a flat rate schedule, the entire rate schedule must be shown. Attach additional sheets if necessary.			
Supplier(s)	Base Rate	Changed Rate	
Louisville Water Co.	2.30 per 1,000 gal	2.36 per 1,000 gal	
Shelbyville Municipal	2.38 per 1,000 gal	No Change	
1.b. A copy of the supplier's notice of the changed rate showing the effective date of the increase is attached as Exhibit B			
2. Twelve-month period upon which the purchased water adjustment is based. (This twelve-month period must end within 90 days of this filing).			
From	May 2018	through	April 2019
	(month and year)		(month and year)
3. Statement of water purchases. Where water is purchased from more than one supplier, purchases from each supplier must be shown separately. If water is purchased through a declining block rate schedule, purchases for each month must be shown. Attach an additional sheet if necessary. Exhibit C			

Supplier(s)	Gallons Purchased during 12 month period
Louisville Water Company	217,324,000
Shelbyville Municipal	81,113,700
TOTAL PURCHASES	298,437,700
4. Total gallons sold for the 12 month period	276,000,800
5. Increased water cost	\$13,288.56
<p>The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate. The calculation and all supporting documents used to determine the change in purchased water costs sufficient to determine the accuracy of the calculation is attached as Exhibits D-E</p>	
6. Purchased water adjustment factor	0.048147 (.05)
<p>The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold.</p> <p>Note: The purchased water adjustment factor is added to each thousand gallons sold. If the minimum usage is 2,000 gallons then the purchased water adjustment factor would be added to the minimum bill twice.</p>	
7. A schedule listing the current and proposed rates is attached as Exhibit F	
8. A copy of the resolution or other document of the utility's governing body authorizing the proposed rates is attached as Exhibit G	
9. Proposed effective date July 1, 2019	
	
Signature of Utility Officer	
	
Title	



March 8, 2019

Mr. Steve Eden
Manager
West Shelby Water District
P.O. Box 26
Simpsonville, KY 40067

Dear Steve:

On behalf of Louisville Water Company, thank you for attending the meeting of our wholesale customers last week. We hope you found the information we shared beneficial.

As previously discussed at the above meeting, the proposed wholesale commodity charge effective July 1, 2019 will be \$1.97 per thousand gallons, plus an elevated service area surcharge of \$0.39 per thousand gallons, for a total wholesale rate of \$2.36 per thousand gallons.

We are planning to file the necessary documentation for this proposed new rate with the Public Service Commission (PSC) near the end of March. The PSC has advised us in the past that we must inform you of the proposed rate increase in the format of the notice attached on the next page, although we have already provided you notice at our wholesale customer meeting February 27, 2019.

Thank you again for attending our wholesale customer meeting. West Shelby is a valued member of this important customer group. If you have any questions or need additional information please call Patti Kaelin at 502.569.0843, or Jim Smith at 502.569.3687. I can also be reached at 502.569.3675.

Sincerely,

Spencer W. Bruce, PE
President & CEO

"Exhibit B"

NOTICE

Notice is hereby given that the Louisville Water Company ("LWC") plans to file with the Public Service Commission ("PSC") on or before March 29, 2019 to increase its rates for wholesale water service to West Shelby Water District effective July 1, 2019. The proposed rates are as follows:

	<u>Current Rate</u>	<u>New Rate</u>	<u>\$ Change</u>	<u>% Change</u>
Monthly Service Charge (Per Meter)				
3" Meter	\$195.60	\$203.28	\$7.68	3.9%
4" Meter	\$335.40	\$348.48	\$13.08	3.9%
Commodity Rate (per 1,000 gallons)				
Volume Charge				
(per 1,000 gallons)	\$1.93	\$1.97	\$0.04	2.1%
Elevated Service Area Surcharge				
(per 1,000 gallons)	<u>0.37</u>	<u>0.39</u>	<u>0.02</u>	<u>5.4%</u>
Total Commodity Rate				
(per 1,000 gallons)	\$2.30	\$2.36	\$0.06	2.6%

The rates contained in this notice are the rates proposed by LWC but the PSC may order rates to be charged that differ from the proposed rates contained in this notice.

Any person may examine this filing by visiting LWC's office located at 550 S. 3rd Street in Louisville, Kentucky or by contacting Michael Tigue at the same address as above or by phone at 502-569-0808.


The filing may also be examined at the offices of the PSC located at 211 Sower Boulevard in Frankfort, Kentucky, Monday through Friday from 8:00 am to 4:30 pm or through the PSC website at <http://psc.ky.gov>.

Comments regarding the filing may be submitted to the PSC through its website or by mail to Public Service Commission, Post Office Box 615, Frankfort, KY 40602.

A timely written request for intervention that establishes grounds for the request may also be submitted to the PSC. The PSC may take final action on the filing if a written request for intervention is not received within 30-days of the date notice was given.

**WEST SHELBY WATER DISTRICT
STATEMENT OF PURCHASED WATER
MAY 2018 through APRIL 2019**

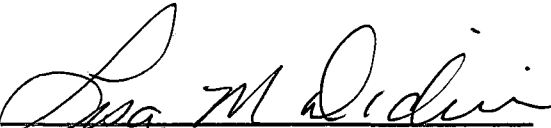
	Shelbyville Municipal Gallons	Louisville Water Gallons	Total Gals. Purchased
2018			
MAY	6,595,700	16,708,000	23,303,700
JUNE	7,549,900	21,539,000	29,088,900
JULY	6,593,300	22,950,000	29,543,300
AUG	7,647,400	22,516,000	30,163,400
SEPT	7,833,700	21,142,000	28,975,700
OCT	6,977,000	16,868,000	23,845,000
NOV	7,004,200	17,349,000	24,353,200
DEC	6,561,400	13,602,000	20,163,400
2019			
JAN	5,619,300	15,392,000	21,011,300
FEB	6,124,600	16,609,000	22,733,600
MAR	6,044,600	14,188,000	20,232,600
APR	6,562,600	18,461,000	25,023,600
Total	81,113,700	217,324,000	298,437,700



 Lisa M. Didier
 Office Manager

**WEST SHELBY WATER DISTRICT
STATEMENT OF WATER SOLD
May 2018 through April 2019**

2018	Gallons
May	21,518,600
Jun	27,757,700
Jul	28,618,900
Aug	27,579,900
Sep	26,463,400
Oct	22,209,100
Nov	21,322,700
Dec	18,411,700
2019	
Jan	20,352,900
Feb	21,024,900
Mar	18,956,500
Apr	21,784,500
Total	
	276,000,800



Lisa M. Didier
Office Manager

**Purchased Water Adjustment
Calculation**

	New Rate	Base Rate
West Shelby Purchases in gallons Louisville Volumetric rate	217,324,000 2.36/1,000 <hr/> \$ 512,884.64	217,324,000 2.30/1,000 <hr/> \$ 499,845.20
 Monthly Customer Charge	\$ 551.76 x12 <hr/> \$ 6,621.12	\$ 531.00 x12 <hr/> \$ 6,372.00
 Total	\$ 519,505.76	\$ 506,217.20

Increased Water Cost \$ 13,288.56

Increased Water Cost \$ 13,288.56
 Divided by gallons sold/1,000 276,000,800
 Purchased Water Adjustment Factor \$0.048147 per 1,000 gallons
 or \$ **0.05** per 1,000 gallons

LEGAL NOTICE

Notice is hereby given that West Shelby water District ("District") has filed an application with the Public Service Commission ("PSC") to adjust its water rates as a result of an increase from its supplier, Louisville Water Company. The proposed effective date is July 1, 2019. The proposed changes are as follows:

Monthly Rates	Existing Rates	Proposed Rates	\$ Increase	% increase
5/8" x 3/4" Meter				
First 2,500 gallons	\$ 18.11	\$ 18.24	\$ 0.13	0.72 %
Next 7,500 gallons	\$ 5.41	\$ 5.46	\$ 0.05	0.92 %
Next 20,000 gallons	\$ 5.09	\$ 5.14	\$ 0.05	0.98 %
Next 200,000 gallons	\$ 4.68	\$ 4.73	\$ 0.05	1.07 %
Over 230,000 gallons	\$ 4.27	\$ 4.32	\$ 0.05	1.17 %
3/4" Meter				
First 3,500 gallons	\$ 23.51	\$ 23.69	\$ 0.18	0.77 %
Next 6,500 gallons	\$ 5.41	\$ 5.46	\$ 0.05	0.92 %
Next 20,000 gallons	\$ 5.09	\$ 5.14	\$ 0.05	0.98 %
Next 200,000 gallons	\$ 4.68	\$ 4.73	\$ 0.05	1.07 %
Over 230,000 gallons	\$ 4.27	\$ 4.32	\$ 0.05	1.17 %
1" Meter				
First 5,000 gallons	\$ 31.61	\$ 31.86	\$ 0.25	0.79 %
Next 5,000 gallons	\$ 5.41	\$ 5.46	\$ 0.05	0.92 %
Next 20,000 gallons	\$ 5.09	\$ 5.14	\$ 0.05	0.98 %
Next 200,000 gallons	\$ 4.68	\$ 4.73	\$ 0.05	1.07 %
Over 230,000 gallons	\$ 4.27	\$ 4.32	\$ 0.05	1.17 %
1 1/2" Meter				
First 10,000 gallons	\$ 58.65	\$ 59.15	\$ 0.50	0.85 %
Next 20,000 gallons	\$ 5.09	\$ 5.14	\$ 0.05	0.98 %
Next 200,000 gallons	\$ 4.68	\$ 4.73	\$ 0.05	1.07 %
Over 230,000 gallons	\$ 4.27	\$ 4.32	\$ 0.05	1.17 %
2" Meter				
First 16,000 gallons	\$ 89.17	\$ 89.97	\$ 0.80	0.90 %
Next 14,000 gallons	\$ 5.09	\$ 5.14	\$ 0.05	0.98 %
Next 200,000 gallons	\$ 4.68	\$ 4.73	\$ 0.05	1.07 %
Over 230,000 gallons	\$ 4.27	\$ 4.32	\$ 0.05	1.17 %
3" Meter				
First 30,000 gallons	\$ 160.40	\$ 161.90	\$ 1.50	0.94 %
Next 200,000 gallons	\$ 4.68	\$ 4.73	\$ 0.05	1.07 %
Over 230,000 gallons	\$ 4.27	\$ 4.32	\$ 0.05	1.17 %

LEGAL NOTICE

4" Meter

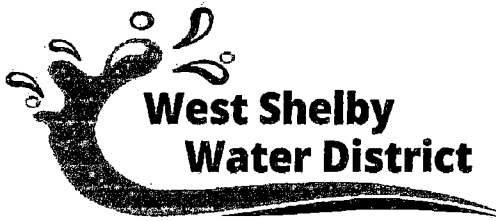
First 50,000 gallons	\$ 253.95	\$ 256.45	\$ 2.50	0.98 %
Next 180,000 gallons	\$ 4.68	\$ 4.73	\$ 0.05	1.07 %
Over 230,000 gallons	\$ 4.27	\$ 4.32	\$ 0.05	1.17 %

5" Meter

First 100,000 gallons	\$ 487.82	\$ 492.82	\$ 5.00	1.02 %
Next 130,000 gallons	\$ 4.68	\$ 4.73	\$ 0.05	1.07 %
Over 230,000 gallons	\$ 4.27	\$ 4.32	\$ 0.05	1.17 %

The average bill for a customer using 5,000 gallons of water each month would increase .810% from \$31.63 to \$31.89 for an increase of \$.26 in the average customer's monthly bill.

Any person may examine this application at the district's office located at 137 Citizens Blvd in Simpsonville, Kentucky: telephone (502) 722-8944. Any person may examine this application at the PSC located at 211 Sower Boulevard, Frankfort, Kentucky, Monday through Friday, 8:00 a.m. to 4:30 p.m. or on the PSC website at <http://psc.ky.gov>; telephone (502) 564-3490.



137 Citizens Boulevard
P.O. Box 39
Simpsonville, KY 40067
 Office (502) 722-8944
 Fax (502) 722-0060

Resolution Regarding Purchase Water Adjustment 2019

The Louisville Water Company has a proposed wholesale rate increase that will become effective as of July 1, 2019. WSWD will file for a Purchase Water Adjustment with Public Service Commission which will increase their customer's water rate by .05 per 1,000 gallons of water purchased. During the May 16, 2019 public meeting, all Commissioners were in agreement to move forward with the filing of the Purchase Water Adjustment as stated in this Resolution.

The proposed rates are as follows:

Monthly Rates	Existing Rates	Proposed Rates
5/8" x 3/4" Meter		
First 2,500 gallons	\$ 18.11	\$ 18.24
Next 7,500 gallons	\$ 5.41	\$ 5.46
Next 20,000 gallons	\$ 5.09	\$ 5.14
Next 200,000 gallons	\$ 4.68	\$ 4.73
Over 230,000 gallons	\$ 4.27	\$ 4.32
3/4" Meter		
First 3,500 gallons	\$ 23.51	\$ 23.69
Next 6,500 gallons	\$ 5.41	\$ 5.46
Next 20,000 gallons	\$ 5.09	\$ 5.14
Next 200,000 gallons	\$ 4.68	\$ 4.73
Over 230,000 gallons	\$ 4.27	\$ 4.32
1" Meter		
First 5,000 gallons	\$ 31.61	\$ 31.86
Next 5,000 gallons	\$ 5.41	\$ 5.46
Next 20,000 gallons	\$ 5.09	\$ 5.14
Next 200,000 gallons	\$ 4.68	\$ 4.73
Over 230,000 gallons	\$ 4.27	\$ 4.32
1 1/2" Meter		
First 10,000 gallons	\$ 58.65	\$ 59.15
Next 20,000 gallons	\$ 5.09	\$ 5.14
Next 200,000 gallons	\$ 4.68	\$ 4.73
Over 230,000 gallons	\$ 4.27	\$ 4.32