

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF HENDERSON COUNTY )  
WATER DISTRICT FOR AN ALTERNATIVE ) CASE NO.  
RATE FILING ADJUSTMENT ) 2013-00154

ORDER

The Commission, on its own motion, HEREBY ORDERS that:

1. Henderson County Water District ("Henderson District") shall file with the Commission no later than August 29, 2013:

a. Its written comments on and any objections to the findings and recommendations contained in the Commission Staff Report;

b. Written notice of its position on adjusting its general rates for water service to a level that will produce \$3,041,033 from water sales;

c. Written notice of its position on changing the service lives of certain water assets to the service lives that Commission Staff has recommended;

d. Any additional evidence for the Commission's consideration; and

e. Written notice as to whether this matter may be submitted for decision based upon the existing record without hearing.

2. Henderson District's failure to file with the Commission written objections to a finding or recommendation contained in the Commission Staff Report by August 29, 2013 shall be deemed as agreement with that finding or recommendation and a waiver of any right to object to that finding or recommendation.

3. If Henderson District wishes to revise its proposed rates for water service to the levels that Commission Staff recommended, Henderson District shall file a revised request for rate adjustment with its response to the Commission Staff Report.

4. If Henderson District revises its request for rate adjustment, it shall publish notice of its revised request in a newspaper of general circulation in its territory no later than September 9, 2013, and shall provide the Commission with proof of publication of such notice no later than September 20, 2013. Notice shall be in the format set forth in the Appendix to this Order.

5. Unless Henderson District requests on or before August 29, 2013, that this matter be submitted for decision upon the existing record without hearing:

a. An informal conference shall be held in this matter on September 17, 2013 at 1:00 p.m., Eastern Daylight Time, at the Commission's offices at 211 Sower Boulevard, Frankfort, Kentucky.

b. Henderson District shall file with the Commission, no later than September 30, 2013, a list of the persons it intends to call as witnesses at the scheduled hearing and a summary of each witness's expected testimony.

c. Henderson District shall publish notice of the scheduled hearing in accordance with 807 KAR 5:076, Section 11, no earlier than September 24, 2013 and no later than October 8, 2013.

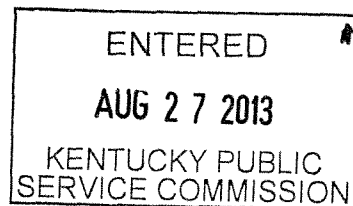
d. A formal hearing in this matter shall be held on Tuesday, October 15, 2013, beginning at 10:00 a.m. Eastern Daylight Time, in Hearing Room 1 of the Commission's offices at 211 Sower Boulevard, Frankfort, Kentucky.

6. Pursuant to KRS 278.080, James Wood is designated as hearing officer to conduct the scheduled hearing in this matter and to perform all actions necessary to ensure the orderly conduct of this hearing, to include administering oaths, receiving evidence and ruling on motions and objections raised during this hearing, except motions to dismiss.

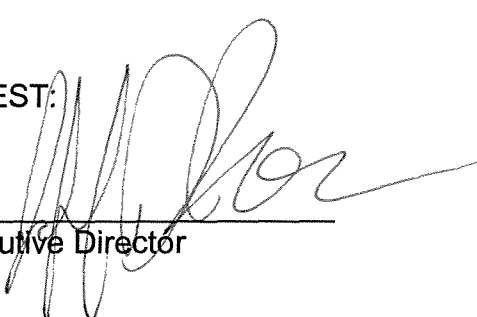
7. Pursuant to KRS 278.360 and 807 KAR 5:001, Section 9(9)(a), the record of the formal hearing in this matter shall be by videotape.

8. Commission Staff shall prepare a written list of all exhibits presented at the hearing and shall file this list with the Commission with all hearing exhibits and a copy of the video transcript of the hearing.

By the Commission



ATTEST:

  
\_\_\_\_\_  
Executive Director

Case No. 2013-00154

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 2013-00154 DATED **AUG 27 2013**

**NOTICE TO THE CUSTOMERS OF  
HENDERSON COUNTY WATER DISTRICT**

On April 18, 2013, Henderson County Water District applied to the Kentucky Public Service Commission ("PSC") for authority to adjust its rates for water service. After performing a review of Henderson County Water District's application and records, the PSC Staff has recommended to the PSC that Henderson County Water District be granted an increase greater than that requested. The table below reflects the originally proposed and PSC Staff-recommended rates:

<u>5/8" X 3/4" Meter</u>	<u>Originally Proposed</u>	<u>PSC Staff Recommended</u>
First 2,000 Gallons	\$17.38 Minimum Bill	\$18.28 Minimum Bill
Next 8,000 Gallons	6.13 per 1,000 Gallons	6.45 per 1,000 Gallons
Next 20,000 Gallons	5.63 per 1,000 Gallons	5.92 per 1,000 Gallons
Over 30,000 Gallons	5.13 per 1,000 Gallons	5.39 per 1,000 Gallons
<u>1" Meter</u>		
First 5,000 Gallons	\$35.77 Minimum Bill	\$37.63 Minimum Bill
Next 5,000 Gallons	6.13 per 1,000 Gallons	6.45 per 1,000 Gallons
Next 20,000 Gallons	5.63 per 1,000 Gallons	5.92 per 1,000 Gallons
Over 30,000 Gallons	5.13 per 1,000 Gallons	5.39 per 1,000 Gallons
<u>2" Meter</u>		
First 16,000 Gallons	\$100.20 Minimum Bill	\$105.40 Minimum Bill
Next 14,000 Gallons	5.63 per 1,000 Gallons	5.92 per 1,000 Gallons
Over 30,000 Gallons	5.13 per 1,000 Gallons	5.39 per 1,000 Gallons
<u>3" Meter</u>		
First 30,000 Gallons	\$179.02 Minimum Bill	\$188.28 Minimum Bill
Over 30,000 Gallons	5.13 per 1,000 Gallons	5.39 per 1,000 Gallons
<u>4" Meter</u>		
First 50,000 Gallons	\$281.62 Minimum Bill	\$296.08 Minimum Bill
Over 50,000 Gallons	5.13 per 1,000 Gallons	5.39 per 1,000 Gallons
<u>6" Meter</u>		
First 100,000 Gallons	\$538.12 Minimum Bill	\$565.58 Minimum Bill
Over 100,000 Gallons	5.13 per 1,000 Gallons	5.39 per 1,000 Gallons
Volunteer Fire Department (Metered Services)		
Flat Rate		\$18.28 Maximum Bill

A copy of the PSC Staff report can be found at [http://psc.ky.gov/PSCSCF/2013%20Cases/2013-00154/20130815\\_PSC\\_STAFF\\_REPORT.pdf](http://psc.ky.gov/PSCSCF/2013%20Cases/2013-00154/20130815_PSC_STAFF_REPORT.pdf).

Pursuant to the PSC's Order of June 18, 2013, in Case No. 2013-00154, Henderson County Water District has requested that the PSC approve the higher rates. Any corporation, association, body politic, or person may submit comments on the proposed request no later than September 30, 2013. Comments shall be in writing and shall be submitted to the Executive Director, Public Service Commission, 211 Sower Boulevard, P.O. Box 615, Frankfort, Kentucky 40602. Comments may also be submitted by electronic mail to [psc.info@ky.gov](mailto:psc.info@ky.gov). If the Commission does not receive any objections or requests for intervention or hearing in this matter by September 30, 2013, the Commission shall proceed to render a decision in the matter.

Carlos F Miller  
Vice President  
Kenvirons, Inc.  
452 Versailles Road  
Frankfort, KENTUCKY 40602