

North Hopkins Water District  
4771 Anton Road  
Madisonville, Kentucky 42431

RECEIVED  
FEB 22 2013  
PUBLIC SERVICE  
COMMISSION

February 11, 2013

Public Service Commission of Kentucky  
211 Sower Blvd.  
P. O. Box 615  
Frankfort, Kentucky 40602

Pursuant to KRS 278.012 and 278.015 we respectfully submit the enclosed 10 copies of an application for a Purchased Water Rate Adjustment.

Sincerely,



Norman D. Adams, Chairman

cc: file

RECEIVED

FEB 22 2013

PUBLIC SERVICE  
COMMISSION

**PURCHASED WATER ADJUSTMENT FOR  
WATER DISTRICTS AND ASSOCIATIONS  
(807 KAR 5:068)**

Name of Utility	North Hopkins Water District	
Date	February 11, 2013	
Address	4771 Anton Road	
City, State, Zip	Madisonville, KY	42431
Telephone Number	(270) 825-1623	

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.

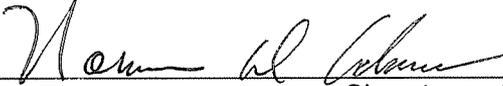
Supplier(s)	Base Rate	Changed Rate
City of Madisonville, KY	\$3.63 per 1,000 gallons	\$3.65 per 1,000 gallons

1. b. A copy of the supplier's notice of the changed rate showing the effective date of the increase is attached as Exhibit A

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	January 2012	through	December 2012
	(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.

Supplier(s)	Gallons Purchased during 12 month period
City of Madisonville, KY	87,125,000
<b>TOTAL PURCHASES</b>	87,125,000
4. Total gallons sold for the 12 month period	71,342,220
5. Increased water cost	\$1,742.50
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.	
6. Purchased water adjustment factor	\$0.02 per 1,000 gallons
The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold.	
<p><b>Note:</b> 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. Revised tariff sheets must be attached showing the rate to be charged by the utility and the effective date of the increased rates.</p>	
7. Proposed effective date	March 1, 2013
	
Signature of Utility Officer	
Title	

Form for filing Rate Schedules

For Hopkins County Kentucky  
Community, Town or City

P.S.C. NO. \_\_\_\_\_

\_\_\_\_ SHEET NO. \_\_\_\_\_

North Hopkins Water District  
Name of Issuing Corporation

CANCELING P.S.C. NO. 2012-00024

\_\_\_\_ SHEET NO. \_\_\_\_\_

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CLASSIFICATION OF SERVICE

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Monthly Rates

5/8 x 3/4 Inch Meters

First 2,000 gallons	\$23.40 (Minimum Bill)
Next 2,000 gallons	11.40 per 1,000 gallons
Next 3,000 gallons	9.05 per 1,000 gallons
Next 3,000 gallons	7.90 per 1,000 gallons
Over 10,000 gallons	6.10 per 1,000 gallons

3/4 Inch Meters

First 3,000 gallons	\$34.80 (Minimum Bill)
Next 1,000 gallons	11.40 per 1,000 gallons
Next 3,000 gallons	9.05 per 1,000 gallons
Next 3,000 gallons	7.90 per 1,000 gallons
Over 10,000 gallons	6.10 per 1,000 gallons

1 Inch Meters

First 5,000 gallons	\$55.25 (Minimum Bill)
Next 2,000 gallons	9.05 per 1,000 gallons
Next 3,000 gallons	7.90 per 1,000 gallons
Over 10,000 gallons	6.10 per 1,000 gallons

1-1/2 Inch Meters

First 10,000 gallons	\$97.05 (Minimum Bill)
Over 10,000 gallons	6.10 per 1,000 gallons

2 Inch Meters

First 15,000 gallons	\$127.55 (Minimum Bill)
Over 15,000 gallons	6.10 per 1,000 gallons

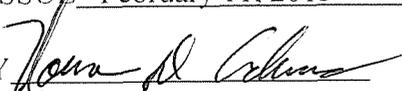
3 Inch Meters

First 30,000 gallons	\$219.05 (Minimum Bill)
Over 30,000 gallons	6.10 per 1,000 gallons

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DATE OF ISSUE February 11, 2013

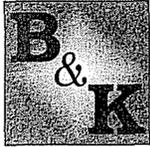
DATE EFFECTIVE March 1, 2013

ISSUED BY 

TITLE Chairman

Issued by authority of an Order of the Public Service Commission of Kentucky in Case No. \_\_\_\_\_  
dated \_\_\_\_\_.

" EXHIBIT A "



**BERRY & KINGTON, PSC**  
**CERTIFIED PUBLIC ACCOUNTANTS**

2822 North Main Street  
Madisonville, KY 42431  
Phone: 270-821-3355  
Fax: 270-821-0101  
email: cpas@berryandkington.com

January 7, 2013

Mr. Cory Alexander  
City Finance Director  
City of Madisonville, Kentucky  
67 North Main Street  
Madisonville, KY 42431

Dear Cory:

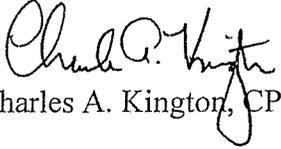
We have prepared the accompanying Cost Review Formulas for revising calendar year wholesale rate charges as per Treated Water Sale and Purchase Agreements with the North Hopkins Water District.

We prepared the Cost Review Formulas using June 30, 2012 audited financial statements and wholesale user consumption records as provided by the City of Madisonville. We did not audit the wholesale user consumption records during our June 30, 2012 audit due to the fact that such records were outside the scope of the audit.

The wholesale water rate to be charged to the North Hopkins Water District is \$3.65 per each one thousand gallons of treated water. It is my understanding that the new rate will be charged from March 1, 2013 to December 31, 2013.

We appreciate the opportunity to be of service to the City of Madisonville. Please call if you have any questions regarding these computations.

Very truly yours,

  
Charles A. Kington, CPA

North Hopkins Water District  
Purchased Water Rate Adjustment  
Date of Issue: February 11, 2013

EXHIBIT B - PURCHASED WATER ADJUSTMENT CALCULATIONS

Water Purchased: 87,125,000 gallons  
Water Sold: 71,342,220 gallons

Cost at changed rate:	$87,125,000/1,000 \times \$3.65 =$	\$318,006.25
LESS		
Cost at base rate:	$87,125,000/1,000 \times \$3.63 =$	\$316,263.75
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Increase in cost		\$ 1,742.50
		=====

$\$1,742.50 / 71,342,220$  gallons sold = \$.0000244 or \$.02 per 1,000 gallons