

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF)
HENDERSON COUNTY WATER DISTRICT) CASE NO. 96-115

O R D E R

On March 22, 1996, Henderson County Water District ("Henderson County") filed its application with the Public Service Commission ("Commission") for the purpose of adjusting its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068.

The Commission, having reviewed the evidence of record and being otherwise sufficiently advised, finds that:

1. Henderson County purchases water from the City of Henderson ("Henderson").

2. Effective April 1, 1996, Henderson increased its rate for wholesale water from \$0.9102 per 1,000 gallons to \$1.0773 per 1,000 gallons.

3. During the 12 months ending December 31, 1995, Henderson County purchased 483,195,000 gallons of water and sold 355,410,000 gallons.

4. Henderson County's calculations are correct and show an increase in purchased water cost of \$80,742, resulting in a purchased water adjustment of 23 cents per 1,000 gallons. Based

on an average monthly usage of 5,000 gallons, the average bill of Henderson County's customers would increase \$1.15 from \$19.95 to \$21.10, or 5.8 percent.

5. The purchased water adjustment of 23 cents per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

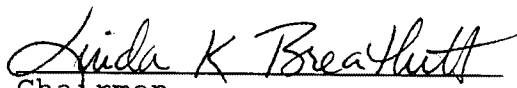
1. The purchased water adjustment of 23 cents per 1,000 gallons and the rates in Appendix A are approved for services rendered on and after April 1, 1996.


2. Henderson County's proposed tariff is approved.


3. Within 30 days of the date of this Order, Henderson shall file verification that the notice to its customers has been given.

Done at Frankfort, Kentucky, this 16th day of April, 1996.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 96-115 DATED APRIL 16, 1996

The following rates and charges are prescribed for the customers in the area served by Henderson County Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

5/8 Inch Connections

First 2,000 gallons	\$ 9.82 Minimum Bill
Next 8,000 gallons	3.76 per 1,000 gallons
Next 20,000 gallons	3.50 per 1,000 gallons
Over 30,000 gallons	3.11 per 1,000 gallons

3/4 Inch Connections

First 3,000 gallons	\$ 13.58 Minimum Bill
Next 7,000 gallons	3.76 per 1,000 gallons
Next 20,000 gallons	3.50 per 1,000 gallons
Over 30,000 gallons	3.11 per 1,000 gallons

1 Inch Connections

First 5,000 gallons	\$ 21.10 Minimum Bill
Next 5,000 gallons	3.76 per 1,000 gallons
Next 20,000 gallons	3.50 per 1,000 gallons
Over 30,000 gallons	3.11 per 1,000 gallons

1-1/2 Inch Connections

First 10,000 gallons	\$ 39.90 Minimum Bill
Next 20,000 gallons	3.50 per 1,000 gallons
Over 30,000 gallons	3.11 per 1,000 gallons

2 Inch Connections

First 16,000 gallons	\$ 60.90 Minimum Bill
Next 14,000 gallons	3.50 per 1,000 gallons
Over 30,000 gallons	3.11 per 1,000 gallons

3 Inch Connections

First 30,000 gallons	\$109.90 Minimum Bill
Over 30,000 gallons	3.11 per 1,000 gallons

4 Inch Connections

First 50,000 gallons

Over 50,000 gallons

\$172.10 Minimum Bill

3.11 per 1,000 gallons

6 Inch Connections

First 100,000 gallons

Over 100,000 gallons

\$327.60 Minimum Bill

3.11 per 1,000 gallons