

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF)
NORTH HOPKINS WATER DISTRICT) CASE NO. 96-579

O R D E R

On December 2, 1996, North Hopkins Water District ("North Hopkins") 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. North Hopkins purchases water from the City of Madisonville ("Madisonville").
2. Effective January 1, 1997, Madisonville will decrease its rates for wholesale water from \$1.85 per 1,000 gallons to \$1.82 per 1,000 gallons.
3. During the 12 months ending October 31, 1996, North Hopkins purchased 52,851,000 gallons of water and sold 47,939,000 gallons.
4. North Hopkins' calculations are correct and show a decrease in purchased water cost of \$1,585.53, resulting in a purchased water adjustment of 3 cents per 1,000

gallons. Based on an average monthly usage of 5,000 gallons, monthly bills to North Hopkins' customers will decrease from \$44.70 to \$44.55 or 3 percent.

5. The purchased water adjustment of 3 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:

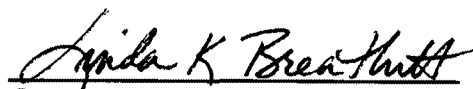
1. The purchased water adjustment of 3 cents per 1,000 gallons and the rates in Appendix A are approved for services rendered on and after January 1, 1997.

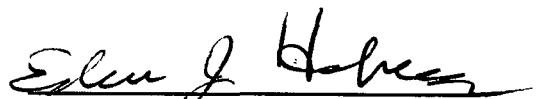
2. North Hopkins' proposed tariff is approved.

3. Within 20 days of the date of this Order, North Hopkins shall file verification that the notice to its customers has been given.

Done at Frankfort, Kentucky, this 26th day of December, 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. 95-579 DATED DECEMBER 26, 1996

The following rates and charges are prescribed for the customers in the area served by North Hopkins 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.

Monthly Rates:

5/8" x 3/4" Meter

First	2,000	Gallons	\$19.12	Minimum Bill
Next	2,000	Gallons	9.26	Per 1,000 Gallons
Next	3,000	Gallons	6.91	Per 1,000 Gallons
Next	3,000	Gallons	5.76	Per 1,000 Gallons
Over	10,000	Gallons	3.96	Per 1,000 Gallons

3/4" Meter

First	3,000	Gallons	\$28.38	Minimum Bill
Next	1,000	Gallons	9.26	Per 1,000 Gallons
Next	3,000	Gallons	6.91	Per 1,000 Gallons
Next	3,000	Gallons	5.76	Per 1,000 Gallons
Over	10,000	Gallons	3.96	Per 1,000 Gallons

1" Meter

First	5,000	Gallons	\$44.55	Minimum Bill
Next	2,000	Gallons	6.91	Per 1,000 Gallons
Next	3,000	Gallons	5.76	Per 1,000 Gallons
Over	10,000	Gallons	3.96	Per 1,000 Gallons

1-1/2" Meter

First	10,000	Gallons	\$75.65	Minimum Bill
Over	10,000	Gallons	3.96	Per 1,000 Gallons

2" Meter

First	15,000	Gallons	\$95.45	Minimum Bill
Over	15,000	Gallons	3.96	Per 1,000 Gallons