

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
OF HENDERSON COUNTY WATER) CASE NO. 2004-00088
DISTRICT)

O R D E R

On March 15, 2004, Henderson County Water District (“Henderson”) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068.

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

1. Henderson purchases water from the North Henderson Water Utility (“North Henderson”) and from the South Henderson Water Utility (“South Henderson”).
2. North Henderson notified Henderson, that effective with the March 1, 2004 billing, North Henderson’s wholesale water rate to Henderson would decrease from \$1.2486 per 1,000 gallons to \$1.1610 per 1,000 gallons. South Henderson notified Henderson that, effective with the March 1, 2004 billing, South Henderson’s wholesale water rate to Henderson would increase from \$1.1714 per 1,000 gallons to \$1.3969 per 1,000 gallons. Henderson proposes to decrease the water rates to its customers effective March 1, 2004.
3. During the 12 months ending December 31, 2003, Henderson purchased 544,900,000 gallons of water and sold 400,785,000 gallons. The decrease in the cost of purchased water is \$28,751.55, resulting in a purchased water adjustment of (\$0.07) per 1,000 gallons.

4. The rates proposed by Henderson should be approved.

5. The purchased water adjustment of (\$0.07) per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The proposed rates by Henderson are approved.

2. The purchased water adjustment of (\$0.07) per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for service rendered on and after March 1, 2004.

3. Within 20 days of the date of this Order, Henderson shall file with the Commission revised tariff sheets showing the rates approved herein.

Done at Frankfort, Kentucky, this 14th day of April, 2004.

By the Commission

ATTEST:



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2004-00088 DATED April 14, 2004

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 the Commission prior to the effective date of this Order.

Monthly Water Rates

<u>5 x 8 Inch Meter</u>	<u>Rate</u>
First 2,000	\$11.00 Minimum Bill
Next 8,000	3.95 per 1,000 gallons
Next 20,000	3.53 per 1,000 gallons
Over 30,000	3.03 per 1,000 gallons
<u>1 Inch Meter</u>	
First 5,000	\$22.85 Minimum Bill
Next 5,000	3.95 per 1,000 gallons
Next 20,000	3.53 per 1,000 gallons
Over 30,000	3.03 per 1,000 gallons
<u>1 ½ Inch Meter</u>	
First 10,000	\$42.60 Minimum Bill
Next 20,000	3.53 per 1,000 gallons
Over 30,000	3.03 per 1,000 gallons
<u>2 Inch Meter</u>	
First 16,000	\$63.78 Minimum Bill
Next 14,000	3.53 per 1,000 gallons
Over 30,000	3.03 per 1,000 gallons
<u>3 Inch Meter</u>	
First 30,000	\$113.20 Minimum Bill
Over 30,000	3.03 per 1,000 gallons
<u>4 Inch Meter</u>	
First 50,000	\$173.80 Minimum Bill
Over 50,000	3.03 per 1,000 gallons

6 Inch Meter

First 100,000

\$325.30 Minimum Bill

Over 100,000

3.03 per 1,000 gallons

Volunteer Fire Departments (Metered Services)

Flat Rate

\$11.00 Maximum Bill

The monthly charge for water usage in excess of the respective minimum water rates set out above shall be computed in increments of 10 gallons. Accordingly, a customer having a 5/8 inch meter who consumes at least 2,010 gallons of water and not more than 2,019 gallons of water in any month shall pay the amount of \$11.32 for the month (\$11.00 plus \$0.04). A customer having a 5/8 inch meter who consumes at least 2,020 and not more than 2,029 gallons of water in any month shall pay the amount of \$11.08 for that month (\$11.00 plus \$0.08).

The foregoing rates are rates to be charged by the district and any applicable State Sales Tax and School Tax shall be added to each bill.

THE BASE RATE FOR PURCHASED WATER SHALL BE:

<u>Supplier</u>	<u>Rate</u>
Henderson Water Utilities (North) PWSID # 0510188	\$1.1610 Per 1,000 Gallons
Henderson Water Utilities (South) PWSID # 0510510	\$1.3969 Per 1,000 Gallons