

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)	
OF NORTH HOPKINS WATER)	CASE NO. 2008-00014
DISTRICT)	

On January 9, 2008, North Hopkins Water District (“North Hopkins”) 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. North Hopkins purchases water from the city of Madisonville, Kentucky (“Madisonville”).
2. Madisonville notified North Hopkins that, effective with its February 11, 2008 billing, Madisonville’s wholesale rate to North Hopkins would increase from \$2.51 per 1,000 gallons to \$3.27 per 1,000 gallons.
3. North Hopkins proposed a purchased water adjustment factor of \$0.84 per 1,000 gallons.
4. During the 12 months ended December 30, 2007, North Hopkins purchased 78,302,000 gallons from Madisonville, and it sold 70,755,140 gallons. The increase in the cost of purchased water is \$59,509.52, resulting in a purchased water adjustment factor of \$0.84 per 1,000 gallons.

5. The purchased water adjustment factor of \$0.84 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The rates proposed by North Hopkins are approved.
2. The purchased water adjustment factor of \$0.84 per 1,000 gallons as calculated in Appendix A, attached hereto and incorporated herein, is approved.
3. The rates in Appendix B, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services on or after February 11, 2008.
4. Within 20 days of the date of this Order, North Hopkins shall file with the Commission revised tariff sheets showing the rates approved herein.

Done at Frankfort, Kentucky, this 7th day of February, 2008.

By the Commission

ATTEST:



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2008-00014 DATED FEBRUARY 7, 2008

	New Rate	Base Rate	
North Hopkins			
Purchases in gallons	78,302,000	78,302,000	
Volumetric rate	<u>\$ 3.27/1,000</u>	<u>\$ 2.51/1,000</u>	
	\$256,047,540	\$196,538,020	
		Increased water cost	59,509.52
Increased water cost		\$ 59,509.52	
Divided by gallons sold		<u>70,755,140</u>	
Purchased water adjustment factor		\$0.84 per 1,000 gallons	

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2008-00014 DATED FEBRUARY 7, 2008

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 the Commission prior to the effective date of this Order.

RATES AND CHARGES

5/8" x 3/4" Meter

First	2,000 gallons	\$22.50	Minimum Bill
Next	2,000 gallons	10.95	per 1,000
Next	3,000 gallons	8.60	per 1,000
Next	3,000 gallons	7.45	per 1,000
Over	10,000 gallons	5.65	per 1,000

3/4" Meter

First	3,000 gallons	\$33.45	Minimum Bill
Next	1,000 gallons	10.95	per 1,000
Next	3,000 gallons	8.60	per 1,000
Next	3,000 gallons	7.45	per 1,000
Over	10,000 gallons	5.65	per 1,000

1" Meter

First	5,000 gallons	\$ 53.00	Minimum Bill
Next	2,000 gallons	8.60	per 1,000
Next	3,000 gallons	7.45	per 1,000
Over	10,000 gallons	5.65	per 1,000

1-1/2 " Meter

First	10,000 gallons	\$ 92.55	Minimum Bill
Over	10,000 gallons	5.65	per 1,000

2 Inch Meter

First	15,000 gallons	\$120.80	Minimum Bill
Over	15,000 gallons	5.65	per 1,000

3 Inch Meter

First	30,000 gallons	\$205.55	Minimum Bill
Over	30,000 gallons	5.65	per 1,000