

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
OF HENDERSON COUNTY WATER) CASE NO. 2009-00109
DISTRICT)

O R D E R

On March 12, 2009, Henderson County Water District ("Henderson") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹

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 and South Henderson notified Henderson that, effective with their April 1, 2009 billings, their wholesale water rates would increase from \$1.6716 per 1,000 gallons to \$1.6903 per 1,000 gallons and from \$1.7096 per 1,000 gallons to \$2.0506 per 1,000 gallons, respectively. Henderson proposes to increase the water rates to its customers effective April 1, 2009.

3. During the 12 months ending December 31, 2008, Henderson purchased 562,093,100 gallons of water and sold 414,301,357 gallons. The increase in the cost of purchased water is \$25,996.72, resulting in a purchased water adjustment of \$0.06 per 1,000 gallons.

¹ KRS 278.015; 807 KAR 5:068.

4. The rates proposed by Henderson should be approved.

5. The purchased water adjustment of \$0.06 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

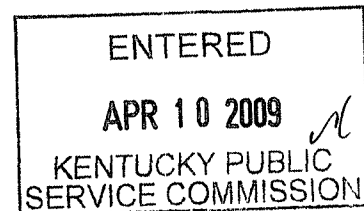
1. The rates proposed by Henderson are approved.

2. The purchased water adjustment of \$0.06 per 1,000 gallons as calculated in Appendix A is approved.

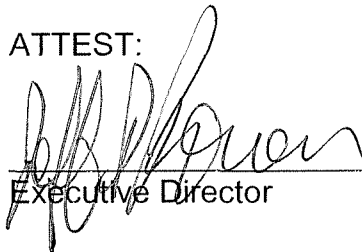
3. The rates in Appendix B, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services on and after April 1, 2009.

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

By the Commission



ATTEST:



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2009-00109 DATED **APR 10 2009**

| | New Rate | Base Rate | |
|--|-----------------------|-----------------------|---------------------------------|
| Henderson Water | | | |
| Purchases in gallons | 514,046,000 | 514,046,000 | |
| Volumetric rate 1 | \$1.6903/1,000 | \$1.6716/1,000 | |
| Purchases in gallons | 48,047,100 | 48,047,100 | |
| Volumetric rate 2 | <u>\$2.0506/1,000</u> | <u>\$1.7096/1,000</u> | |
| | \$ 967,417.34 | \$ 941,420.62 | |
| | Increased water cost | | \$25,996.72 |
| Increased water cost | | \$ 25,996.72 | |
| Divided by gallons sold | | <u>414,301,357</u> | |
| Purchased water adjustment factor | | | \$0.06 per 1,000 gallons |

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2009-00109 DATED **APR 10 2009**

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 | \$14.73 Minimum Bill |
| Next 8,000 | 5.00 per 1,000 gallons |
| Next 20,000 | 4.53 per 1,000 gallons |
| Over 30,000 | 4.07 per 1,000 gallons |
| | |
| <u>1 Inch Meter</u> | |
| First 5,000 | \$29.73 Minimum Bill |
| Next 5,000 | 5.00 per 1,000 gallons |
| Next 20,000 | 4.53 per 1,000 gallons |
| Over 30,000 | 4.07 per 1,000 gallons |
| | |
| <u>2 Inch Meter</u> | |
| First 16,000 | \$81.91 Minimum Bill |
| Next 14,000 | 4.53 per 1,000 gallons |
| Over 30,000 | 4.07 per 1,000 gallons |
| | |
| <u>3 Inch Meter</u> | |
| First 30,000 | \$145.33 Minimum Bill |
| Over 30,000 | 4.07 per 1,000 gallons |
| | |
| <u>4 Inch Meter</u> | |
| First 50,000 | \$226.73 Minimum Bill |
| Over 50,000 | 4.07 per 1,000 gallons |
| | |
| <u>6 Inch Meter</u> | |
| First 100,000 | \$430.23 Minimum Bill |
| Over 100,000 | 4.07 per 1,000 gallons |

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