

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
FILING OF NORTH HOPKINS WATER) CASE NO. 2010-00056
DISTRICT)

ORDER

On February 12, 2010, North Hopkins Water District (“North Hopkins”) 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. North Hopkins purchases water from the city of Madisonville (“Madisonville”).
2. Madisonville notified North Hopkins that its wholesale rate to North Hopkins would increase from \$3.59 per 1,000 gallons to \$3.79 per 1,000 gallons.
3. North Hopkins proposed a purchased water adjustment factor of \$0.25 per 1,000 gallons.
4. North Hopkins proposed to increase the rates to its customers effective March 8, 2010. Madisonville’s filing with the Commission requested an effective date of March 15, 2010 for the wholesale rate to North Hopkins.
5. During the 12 months ended December 31, 2009, North Hopkins purchased 80,738,000 gallons of water from Madisonville and sold 65,276,700 gallons.

¹ KRS 278.015; 807 KAR 5:068.

The increase in the cost of purchased water is \$16,147.60, resulting in a purchased water adjustment factor of \$0.25 per 1,000 gallons.

6. The purchased water adjustment factor of \$0.25 per 1,000 gallons is fair, just, and reasonable and should be approved.

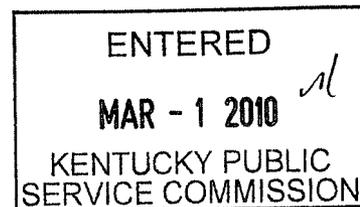
IT IS THEREFORE ORDERED that:

1. The rates proposed by North Hopkins are accepted.
2. The effective date proposed by North Hopkins is denied.
3. The purchased water adjustment factor of \$0.25 per 1,000 gallons as calculated in Appendix A is approved.

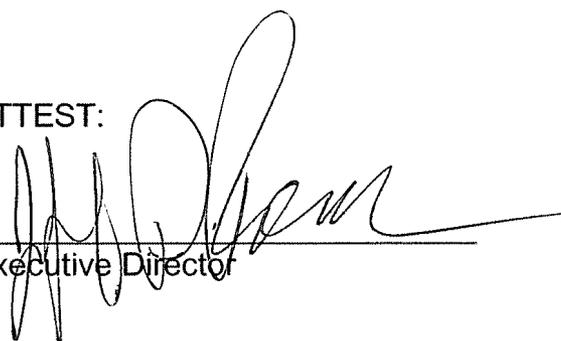
4. The rates in Appendix B, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services on or after March 15, 2010.

5. Within 20 days of the date of this Order, North Hopkins 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. 2010-00056 DATED MAR - 1 2010

	New Rate	Base Rate
Purchases in gallons	80,738,000	80,738,000
Volumetric rate	<u>\$ 3.79 /1,000</u>	<u>\$ 3.59/1,000</u>
	\$305,997.02	\$289,849.42
	Increased water cost	\$ 16,147.60
Increased water cost		\$16,147.60
Divided by gallons sold		65,276,700
Purchased water adjustment factor		\$0.25 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2010-00056 DATED MAR - 1 2010

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.

Monthly Water Rates

5/8 x 3/4-Inch Meter

First	2,000 gallons	\$23.74	Minimum Bill
Next	2,000 gallons	11.57	per 1,000 gallons
Next	3,000 gallons	9.22	per 1,000 gallons
Next	3,000 gallons	8.07	per 1,000 gallons
Over	10,000 gallons	6.27	per 1,000 gallons

3/4 Inch-Meter

First	3,000 gallons	\$35.31	Minimum Bill
Next	1,000 gallons	11.57	per 1,000 gallons
Next	3,000 gallons	9.22	per 1,000 gallons
Next	3,000 gallons	8.07	per 1,000 gallons
Over	10,000 gallons	6.27	per 1,000 gallons

1-Inch Meter

First	5,000 gallons	\$56.10	Minimum Bill
Next	2,000 gallons	9.22	per 1,000 gallons
Next	3,000 gallons	8.07	per 1,000 gallons
Over	10,000 gallons	6.27	per 1,000 gallons

1 1/2-Inch Meter

First	10,000 gallons	\$98.75	Minimum Bill
Over	10,000 gallons	6.27	per 1,000 gallons

2-Inch Meter

First	15,000 gallons	\$130.10	Minimum Bill
Over	15,000 gallons	6.27	per 1,000 gallons

3-Inch Meter

First	30,000 gallons	\$224.15	Minimum Bill
Over	30,000 gallons	6.27	per 1,000 gallons

Norman D Adams
North Hopkins Water District
1580 Neelie Webb Road
Madisonville, KY 42431