COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF SOUTH HOPKINS WATER)
DISTRICT FOR APPROVAL OF A PROPOSED)
INCREASE IN RATES FOR WATER SERVICE)

CASE NO. 2010-00074

ORDER

On April 28, 2010, the Commission issued an Order in this proceeding that established rates for South Hopkins Water District ("South Hopkins") that will produce an annual increase in revenues from water sales of \$1,159,614. On May 11, 2010, South Hopkins moved for rehearing on the issue of wholesale rates. According to South Hopkins, it "did not request a revision or modification to its wholesale rates in its application." South Hopkins contends that the wholesale rates are the result of special contracts and that those rates are modified annually after an audit of the Dawson Springs City Water & Sewer cost of producing water is performed.²

Upon review of the Application and South Hopkins' motion, the Commission finds that rehearing on the issue of the wholesale rates should be granted. An Order establishing a procedural schedule will be forthcoming.

IT IS THEREFORE ORDERED that South Hopkins' motion for rehearing on the issue of the wholesale rates is granted.

South Hopkins' May 11, 2010 Motion for Rehearing.

² ld.

By the Commission

ENTERED

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KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director

J. Todd P'Pool Hopkins County Attorney 25 East Center Street Madisonville, KY 42431

Robert J Tucker Chairman South Hopkins Water District 129 South Main Street P. O. Box 487 Dawson Springs, KY 42408