

CASE

NUMBER:

99-035

Nebo Water District
P. O. Box 147
Nebo, KY 42441

RECEIVED

MAR 15 1999

PUBLIC SERVICE
COMMISSION

March 10, 1999

Public Service Commission of Kentucky
730 Schenkel Lane
P. O. Box 615
Frankfort, KY 40602

Pursuant to your order on Case No. 99-035, we are enclosing verification of the notice to our customers.

Sincerely,



James E. Ellis, Chairman

cc: file

AFFIDAVIT OF PUBLICATION

I, Heather Brown

of the Messenger Newspaper, published at Madisonville, Kentucky and having the largest general circulation of any newspaper in Hopkins County, Kentucky, do hereby certify that from my own knowledge and a check of files of this newspaper that the advertisement of _____

Notice to all Customers for Nebo Water District

was inserted in the Messenger

on the following dates:

DATE: March 10, 1999 AD DIMENSION 4 x 8 inch Display

DATE: _____ AD DIMENSION _____

DATE: _____ AD DIMENSION _____

DATE: _____ AD DIMENSION _____

SIGNATURE Heather Brown

Subscribed and Sworn to before me by Heather Brown

this 10th day of March 19 99

Notary Public Jubie Dillan

My Commission Expires 5-21-00

CLASSIFIEDS.
BUYING OR SELLING
IT REALLY WORKS!!!!
821-6833

nished W/D hook-up \$275
 mo \$100 dep. 825-8401

HIDDEN HILLS APTS: 18
 BR furn. & unfurn. apts.,
 landscaped grounds DW,
 walk-in closet & W/D
 hookup. Quiet community.
 Also Exec. townhouses.
 Call 821-1340.

how affordable we are.
 821-6781.

STOP HERE! We have 1
 BR unfurnished apart-
 ments available. All are
 fully carpeted with H/A,
 stove & ref. We do accept
 section 8. The Apartment
 Center. 821-2763

FOR LEASE brand new
 brick home Lake and
 Sub. 3 BR 2 BA, car
 gar. Lots of amenities.
 \$850 mo. Dep. 821-2637

OAK HILLS Sub., Mad. 3
 BR, 1 1/2 BA, deck. \$425
 dep., \$425 mo. or will sell
 on contract. 683-2618.

the Department for Employment Services, La
 and Police Departments, Aaron-McNeil Multip
 and Library. Women and minorities are encour

All applications must be returned to the Depart
 Services 110 Riverfront Drive or mailed to City
 Office, P.O. Box 707, Hopkinsville, KY 42241-
 April 2, 1999.

GENEROUS BENEFIT PACKA

- HOSPITALIZATION PLAN • PENSION • LIFE
- PAID VACATION • SICK LEAVE

THE CITY IS AN EQUAL OPPORTU

NOTICE TO ALL CUSTOMERS OF NEBO WATER DISTRICT

Nebo Water District has received notice of the new rate to be charged for wholesale water purchases from the City Of Madisonville effective March 1, 1999. The new rate to be charged is \$1.86 per thousand gallons. Prior to this increase the rate charged was \$1.71 per thousand gallons. Pursuant to the provisions of 807 KAR 5:068, Nebo Water District has applied and received approval from the Public Service Commission Of Kentucky under Case No. 99-035 for a Purchased Water Adjustment. New rates charged to customers of Nebo Water District effective March 1, 1999 shall incorporate the above increase and will be reflected in all future billings. The new rate set forth are as follows:

Minimum Water Rates Based on Size Connections

Size of Water Meter Connection	Number of Gallons or Less of Water Per Month to be Provided for the Minimum Rate	Minimum Monthly Water Rate Per Connection
5/8 inch x 3/4 inch	2,000 gallons	\$ 11.48
1 inch	4,000 gallons	21.96
1-1/2 inch	10,000 gallons	47.40
2 inch	20,000 gallons	84.80
3 inch	30,000 gallons	117.20

Meter Rates for Water Usage in Addition to Minimum Charge

Subject to the minimum monthly water rate specified above, the following metered charges shall be made for water consumption per month to customers of all size connections:

Number of Gallons of Water Per Month	Monthly Charge Per 1,000 Gallons
First 2,000 gallons	\$11.48 (Minimum Charge)
Next 2,000 gallons	5.24
Next 6,000 gallons	4.24
Next 10,000 gallons	3.74
All over 20,000 gallons	3.24

DAILY CRYPTOQUOTES — Here

A X Y D L B A A
 is L O N G F E L L

One letter stands for another. In for the three L's, X for the two O's, e trophies, the length and formation of Each day the code letters are differe

3-10 CRYPTOQUO

K L V F E O U Y

Y M U A P V J K W V K

P W W K L V F N V J

— C S J Q O M V A C S O
Yesterday's Cryptoquote: A I NOWADAYS HAVE A B.A., M.D. TUNATELY, THEY DON'T HAVE DOMINO

NEED HELP with Cryptoquotes? Call 1 per minute, touch-tone/rotary phones. (Features Service, NYC.

© 1999 by King Features Syn

CROSSWORD

By THOMAS JOSEPH

- | ACROSS | DOWN |
|--------------|-------------|
| 1 Fleet unit | 1 Butcher's |
| 5 Farmer's | need |
| place | 2 Female |
| 9 Chocolate | followings |
| substitute | 3 Like O. |
| 11 Eyelashes | Henry |
| 12 Stood | tales |
| 13 Sailor's | 4 Not |
| cry | neg. |
| 14 Writer | 5 Go |
| Deighton | under |
| 15 Thorough | 6 Go by |
| 17 Political | 7 Lend an |
| exiles | ear |
| 19 Envision | 8 Turning |
| 20 Scour | tool |
| 21 Corral | 10 Lebanon |
| 22 Piano | capital |
| piece | 11 Bounders |
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| | 24 Run |
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DD Real Estate Associates, Inc

322-8964 Sissy Lutz 821-2080
 821-1041 Wanda Smith 821-3116
 821-5567 Gale Lutz 322-8973
 821-1863 Sandy Newell 821-0402
 821-3077

NEW LISTING



NORTHSIDE LOCATION
 *4 bedrooms, 2.5 baths
 *Approx. 2400 sq. ft.
 *Lg. family room
 *Breakfast room & formal dining rm
 *Screened porch - \$129,900. #4238

REDUCED



REDUCED - MUST SEE!!
 *3 level home on 2 lots
 *4 Bedrooms, 2.5 Baths
 *Extra, extra large Living Rm.
 *Formal Dining Rm & Music Rm.
 *2 car garage w/screen porch
 *Inground Pool w/privacy fence
 *Reduced to \$179,500. #3875

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IN THE MATTER OF THE PURCHASED WATER ADJUSTMENT OF NEBO
WATER DISTRICT

SEQ NBR	ENTRY DATE	REMARKS
0001	02/01/99	Application.
0002	02/04/99	Acknowledgement letter.
0003	02/08/99	No def. letter
0004	03/03/99	FINAL ORDER APPROVING RATES & TARIFF



COMMONWEALTH OF KENTUCKY
PUBLIC SERVICE COMMISSION

730 SCHENKEL LANE
POST OFFICE BOX 615
FRANKFORT, KY. 40602
(502) 564-3940

CERTIFICATE OF SERVICE

RE: Case No. 99-035
NEBO WATER DISTRICT

I, Stephanie Bell, Secretary of the Public Service Commission, hereby certify that the enclosed attested copy of the Commission's Order in the above case was served upon the following by U.S. Mail on March 3, 1999.

Parties of Record:

Alisa B. Gatten
Office Manager
Nebo Water District
45 North Bernard Street
P. O. Box 147
Nebo, KY. 42441

Stephanie J. Bell
Secretary of the Commission

SB/sa
Enclosure

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF)
NEBO WATER DISTRICT)

CASE NO. 99-035

O R D E R

On February 1, 1999, Nebo Water District ("Nebo") 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. Nebo purchases its water from the city of Madisonville ("Madisonville").
2. Madisonville is increasing the wholesale water rate charged to Nebo from \$1.71 per 1,000 gallons to \$1.86 per 1,000 gallons purchased effective March 1, 1999.
3. During the 12 months ending December 31, 1998, Nebo purchased 90,015,000 gallons of water and sold 88,151,000 gallons.
4. The increase in the cost of purchased water will be \$13,502.25, resulting in a purchased water adjustment of \$0.15 per 1,000 gallons of water. Based on a monthly usage of 5,000 gallons, the average bill of a Nebo customer would increase \$0.75 from \$25.45 to \$26.20 or 2.9 percent.
5. The calculations and proposed tariff provided by Nebo are correct and should be approved.

6. The purchased water adjustment of \$0.15 per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of \$0.15 per 1,000 gallons and the rates in Appendix A are approved for services rendered on and after March 1, 1999.
2. The tariff submitted by Nebo is hereby approved as filed.
3. Within 20 days from the effective date of this Order, Nebo shall file a copy of the notice to its customers and verification that such notice has been given.

Done at Frankfort, Kentucky, this 3rd day of March, 1999.

By the Commission

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 99-035 DATED MARCH 3, 1999

The following rates and charges are prescribed for the customers in the area served by Nebo 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

First	2,000 gallons	\$11.48	Minimum bill
Next	2,000 gallons	5.24	per 1,000 gallons
Next	6,000 gallons	4.24	per 1,000 gallons
Next	10,000 gallons	3.74	per 1,000 gallons
Over	20,000 gallons	3.24	per 1,000 gallons

Minimum Bills

Meter Size

5/8 inch x 3 / 4 inch	\$ 11.48	first	2,000 gallons
1 inch	21.96	first	4,000 gallons
1-1/2 inch	47.40	first	10,000 gallons
2 inch	84.80	first	20,000 gallons
3 inch	117.20	first	30,000 gallons



COMMONWEALTH OF KENTUCKY
PUBLIC SERVICE COMMISSION

730 SCHENKEL LANE
POST OFFICE BOX 615
FRANKFORT, KY. 40602
(502) 564-3940

February 8, 1999

Alisa B. Gatten
Office Manager
Nebo Water District
45 North Bernard Street
P. O. Box 147
Nebo, KY. 42441

RE: Case No. 99-035
NEBO WATER DISTRICT

The Commission staff has reviewed your application in the above case and finds that it meets the minimum filing requirements. Enclosed please find a stamped filed copy of the first page of your filing. This case has been docketed and will be processed as expeditiously as possible.

If you need further assistance, please contact my staff at 502/564-3940.

Sincerely,

A handwritten signature in cursive script that reads "Stephanie Bell".

Stephanie Bell
Secretary of the Commission

SB/sa
Enclosure

Nebo Water District
P. O. Box 147
Nebo, Kentucky 42441

FILED

FEB 01 1999

PUBLIC SERVICE
COMMISSION

January 26, 1999

RECEIVED

FEB 1 1999

PUBLIC SERVICE
COMMISSION

Case

99-035

Public Service Commission of Kentucky
730 Schenkel Lane
P. O. Box 615
Frankfort, Kentucky 40602

Pursuant to KRS 278.012 and 278.015 we respectfully submit the enclosed application for a Purchased Water Rate Adjustment.

Sincerely,



James E. Ellis, Chairman

cc: file



COMMONWEALTH OF KENTUCKY
PUBLIC SERVICE COMMISSION

730 SCHENKEL LANE
POST OFFICE BOX 615
FRANKFORT, KY. 40602
(502) 564-3940

February 4, 1999

Alisa B. Gatten
Office Manager
Nebo Water District
45 North Bernard Street
P. O. Box 147
Nebo, KY. 42441

RE: Case No. 99-035
NEBO WATER DISTRICT
(Rates - PWA)

This letter is to acknowledge receipt of initial application in the above case. The application was date-stamped received February 1, 1999 and has been assigned Case No. 99-035. In all future correspondence or filings in connection with this case, please reference the above case number.

If you need further assistance, please contact my staff at 502/564-3940.

Sincerely,

A handwritten signature in cursive script that reads "Stephanie Bell".

Stephanie Bell
Secretary of the Commission

SB/jc

Nebo Water District
P. O. Box 147
Nebo, Kentucky 42441

FILED

FEB 01 1999

**PUBLIC SERVICE
COMMISSION**

January 26, 1999

RECEIVED

FEB 1 1999

**PUBLIC SERVICE
COMMISSION**

*Case
99-035*

Public Service Commission of Kentucky
730 Schenkel Lane
P. O. Box 615
Frankfort, Kentucky 40602

Pursuant to KRS 278.012 and 278.015 we respectfully submit the enclosed application for a Purchased Water Rate Adjustment.

Sincerely,



James E. Ellis, Chairman

cc: file

PURCHASED WATER ADJUSTMENT FOR
WATER DISTRICTS AND ASSOCIATIONS
(807 KAR 5:068)

Nebo Water District
(Name of Utility)

January 26, 1999
(Date)

P. O. Box 147
(Address)

Nebo, KY 42441
(City, State)

(502) 249-3709
(Telephone Number)

1.a. Name of all wholesale suppliers and the base (current) rate and changed rate of each. In the event the water purchased is billed by the supplier on a rate that is not a flat rate schedule, the entire rate shedule must be shown. Attach additional sheets if necessary.

<u>Supplier(s)</u>	<u>Base Rate</u>	<u>Changed Rate</u>
<u>City of Madisonville, KY</u>	<u>\$1.71 per 1,000 gallons</u>	<u>\$1.86 per 1,000 gallons</u>
<u> </u>	<u> </u>	<u> </u>
<u> </u>	<u> </u>	<u> </u>

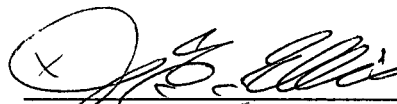
1.b. A copy of the supplier's notice of the changed rate showing the effective date of the increase is attached as Exhibit A.

6. Purchased water adjustment factor .15 per 1,000 gallons. See exhibit B.

The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold.

Note: The purchased water adjustment factor is added to each thousand gallons sold. If the minimum usage is 2,000 gallons then the purchased water adjustment factor would be added to the minimum bill twice. Revised tariff sheets must be attached showing the rate to be charged by the utility and the effective date of the increased rates.

7. Proposed effective date March 1, 1999.



(Signature of Utility Officer)



(Title)

P.S.C. NO. _____

____ SHEET NO. _____

Nebo Water District
Name of Issuing Corporation

CANCELING P.S.C. NO. 97-519

____ SHEET NO. _____

Minimum Water Rates Based on Size Connections

<u>Size of Water Meter Connection</u>	<u>Number of Gallons or Less of Water Per Month to be Provided for the Minimum Rate</u>	<u>Minimum Monthly Water Rate Per Connection</u>
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Meter Rates for Water Usage in Addition to Minimum Charge

Subject to the minimum monthly water rate specified above, the following metered charges shall be made for water consumption per month to customers of all size connections:

<u>Number of Gallons of Water Per Month</u>	<u>Monthly Charge Per 1,000 Gallons</u>
First 2,000 gallons	\$11.48 (Minimum Charge)
Next 2,000 gallons	5.24
Next 6,000 gallons	4.24
Next 10,000 gallons	3.74
All over 20,000 gallons	3.24

DATE OF ISSUE January 26, 1999

DATE EFFECTIVE March 1, 1999

ISSUED BY 

TITLE Chairman

Issued by authority of an Order of the Public Service Commission of Kentucky in Case No. _____
dated _____.



BERRY & KINGTON, PSC
CERTIFIED PUBLIC ACCOUNTANTS

2822 North Main Street
Madisonville, KY 42431
Phone: 502-821-3355
Fax: 502-821-0101
E-mail: www.bkscpa.com

January 25, 1999

Mr. Steven L. Ramsey, CPA
Finance Director
City of Madisonville, Kentucky
P.O. Box 705
Madisonville, KY 42431

Dear Steve:

We have prepared the accompanying Cost Review Formulas for revising calendar year wholesale rate charges as per Treated Water Sale and Purchase Agreements with the Nebo Water District.

We prepared the Cost Review Formulas using June 30, 1998 audited financial statements and wholesale user consumption records as provided by the City of Madisonville. We did not audit the wholesale user consumption records during our June 30, 1998 audit due to the fact that such records were outside the scope of the audit.

The wholesale water rate to be charged to the Nebo Water District is \$1.86 per each one thousand gallons of treated water. It is my understanding that the new rate will be charged from March 1, 1999 to December 31, 1999.

We appreciate the opportunity to be of service to the City of Madisonville. Please call if you have any questions regarding these computations.

Very truly yours,

Charles A. Kington, CPA

Nebo Water District
Purchased Water Rate Adjustment
Date of Issue: January 26, 1999

EXHIBIT B - Purchased Water Adjustment Calculations

Water Purchased: 90,015,000 gallons
Water Sold: 88,151,000 gallons

Cost at changed rate: $90,015,000/1,000 \times \$1.86 =$ \$167,427.90

LESS

Cost at base rate: $90,015,000/1,000 \times \$1.71 =$ \$153,925.65

Increase in cost \$ 13,502.25

$\$13,502.25/88,151,000$ gallons sold = \$.000153 or \$.15 per 1,000 gallons