Steven L. Beshear Governor

Robert D. Vance, Secretary **Environmental and Public Protection Cabinet** 

Timothy J. LeDonne Commissioner **Department of Public Protection** 

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



Commonwealth of Kentucky

**Public Service Commission** 

211 Sower Blvd P.O. Box 615 Frankfort, Kentucky 40602-0615 Telephone: (502) 564-3940 Fax: (502) 564-3460

psc.ky.gov

February 7, 2008

Mark David Goss Chairman

> John W. Clav Vice Chairman

Caroline Pitt Clark Commissioner

## CERTIFICATE OF SERVICE

RE: Case No. 2008-00014 North Hopkins Water District

I, Beth O'Donnell, Executive Director 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 addressee by U.S. Mail on February 7, 2008.

**Executive Director** 

BOD/tw Enclosure



# COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

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

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:

- 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

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	\$ 3.27/1,000	\$ 2.51/1,000	
	\$256,047,540	\$196,538,020	
	Incr	eased water cost	59,509.52

Increased water cost

\$ 59,509.52 70,755,140

Divided by gallons sold 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" Mete	er			
First		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